



Randy Wipf
Vice President
Underwriting / Agent Services

MEMORANDUM

DATE: October 29, 2010
TO: ALL AGENTS
FROM: TWIA Underwriting Department
RE: **1) Commercial & Residential Rate Changes – Effective 1/1/2011**
2) 2011 Maximum Limits

Please read and route to interested personnel in your agency!

Effective 1/1/2011 T.W.I.A. rates are increasing for new and renewal policies, as follows:

- + 5% / All Commercial rates, to include Farm and Ranch and all Builders Risk policies
- + 5% / All Residential dwelling premiums

Important Note:

- Renewal notices with renewal dates of January 1 or later will reflect the new rates. Renewal coverage will not be bound without a copy of the renewal notice and a check for the full net premium submitted to T.W.I.A. along with any other required documents.
- Updated rates for 2011 are now on the E-quote system when calculating new business. Please keep in mind that agents do not have binding authority, therefore, if it is determined that an application was submitted with mis-rated premiums, the incorrectly rated items are subject to change by TWIA Underwriting and the appropriate premiums will be invoiced for payment to TWIA.

2011 Maximum Limits

- A Texas Department of Insurance (TDI) hearing is scheduled for November 9th to consider TWIA maximum limits of liability for 2011. TWIA is recommending no change for 2011 maximum limits of liability since the index used to make the calculations suggests a slight decrease for next year. We will notify agents of the outcome once TDI publishes its decision.

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