



STATE FARM  
FARMERS  
21<sup>ST</sup> CENTURY  
SAFECO  
PROGRESSIVE  
NAMIC

## Senate Floor Alert

**Date:** April 22, 2008

**To:** Members, California State Senate

**From:** Rex Frazier, President  
Michael A. Gunning, Vice President  
Kimberley Dellinger, General Counsel  
Ermelinda Ruiz, Legislative Advocate

**Re:** SB 1371 (Correa) Insurance: Automobile Repair Estimates  
As Amended April 9, 2008  
Senate Third Reading  
**PIFC Position: Support**

---

The Personal Insurance Federation of California, representing insurers who write over 50% of the auto insurance sold in the state, including Farmers, aigdirect.com, Safeco, Progressive, State Farm and NAMIC, **supports SB 1371 authored by Senator Lou Correa.**

As proposed to be amended, SB 1371 would prohibit insurers from engaging in the practice of capping. Capping is to be defined as offering or paying an amount that is unrelated to an accepted industry methodology used in determining paint and materials charges or placing a factually unsupported limit for such charges.

PIFC continues to work with the automotive repair industry to finalize this “work in progress” and remains committed to reaching consensus on the outstanding issues related to this important measure.

For the foregoing reasons, **PIFC supports SB 1371** and urges your “**aye**” vote. If you have any questions regarding PIFC’s opposition, please contact Michael Gunning at (916) 442-6646.

cc: Honorable Lou Correa, Author  
Erin Ryan, Senate Banking, Finance & Insurance Committee  
Tim Conaghan, Consultant, Senate Republican Caucus  
Mike Proso, Chief Deputy, Legislative Secretary for the Governor  
Kathleen Webb, Office of the Insurance Advisor

PERSONAL INSURANCE FEDERATION OF CALIFORNIA

980 Ninth Street Suite 2030 Sacramento California 95814  
T (916) 442 6646 F (916) 446 9548 E pifc@pifc.org www.pifc.org