

Shelter-in-Place Premium Savings

Ed: 04/2020

In response to the extraordinary circumstances surrounding the Covid-19 pandemic we have decided to provide each insured with an active Personal Automobile Policy, Recreational Vehicle Policy or Motorcycle Policy as of April 30, 2020 with a premium savings for their April premium. Those qualifying insureds will be entitled to a 15% premium savings on their April premium amount that will be applied as a credit on their account after the credit is implemented in the insured's state. This credit recognizes the shelter orders are impacting miles driven and the number of auto accidents. Although customers are driving less and in fewer accidents, the full impact of the pandemic remains uncertain and this premium credit represents our best estimate.

We have sole discretion for determining the amount of such premium credit, if any, which in each case will be reasonable and consistently applied. We will determine the frequency, method and timing of distributing any premium credits. While uncertainty remains over the full impact of the pandemic, we will continue to monitor for 180 days to determine if future credits are appropriate. Any payment is not guaranteed. All terms and conditions of the policy apply and remain unchanged.

Given the specific and limited intent of the Premium Savings to our customers, we do not believe the savings constitute a rebate or other improper inducement. This pandemic crisis is atypical and requires atypical solutions. Therefore, we kindly request your confirmation that these premium savings would not be a violation of state law and would not be treated as such in the future.

Because this filing is being made in response to the Covid-19 pandemic and is intended to provide policyholders with relief, we ask for your prompt attention and approval. Thank you for your assistance with this filing.