

Shelter Mutual Insurance Company  
Private Passenger Auto  
Mississippi Explanatory Memorandum

In response to the 2020 COVID-19 pandemic, Shelter Mutual Insurance Company submits the following for immediate company action.

Countrywide restrictions and governmental emergency orders have temporarily but significantly reduced expected costs to provide private passenger auto insurance. **Shelter Mutual Insurance Company will recognize these savings by making a payment to those who were private passenger auto policyholders as of 3/31/2020. The payment for each policy will equal 30% of expected April and May premiums, subject to a \$20 minimum per policy.** Payments will be made in the next few days rather than wait to realize actual April and May premiums. This extraordinary step is seen as a way to offer relief when it's needed most by policyholders. The effect of these payments will be \$3,290,604 paid to 64,804 policyholders in the state.

Shelter Mutual Insurance Company is filing two new flyers to send to policyholders which will remain in effect for 180 days to allow for further discretionary payments. Flyer A-211.1-A will be sent to insureds who will be receiving this relief payment as a check and Flyer A-211.2-A will be sent to insureds who will be receiving this relief payment as an automatic refund to their bank account.