

**Automobile Club Inter-Insurance Exchange
Informational Only
SERFF FILING #AAAM-132347486**

PRIVATE PASSENGER AUTOMOBILE INSURANCE

MISSISSIPPI FILING MEMORANDUM

The notification below is being filed for immediate implementation for all private passenger automobile policies on behalf of the Automobile Club Inter-Insurance Exchange.

We are utilizing this notification to authorize and facilitate a discretionary return of premium to policyholders. There has been a decline in driving because of the issuance of emergency orders related to COVID-19, resulting in reduced insurance costs. In an effort to assist our policyholders in this unprecedented time, we would like to recognize these changes and provide timely relief to our policyholders in the form of money back.

The premium credit recognizes that the shelter in place orders are impacting miles driven and the number of auto accidents. This discretionary payment allows us to give money back to our policyholders quickly as we continue to further evaluate the full impact of the pandemic. This payment represents our best estimate at this time. We will continue to closely monitor the situation.

Every new business and renewal policyholder with an auto insurance policy in force for any portion of the two-month period from March 16, 2020 through May 15, 2020 will receive a premium credit. The credit will be provided in the form of a refund check for 20% of the policy's earned premium during this two-month period. For Mississippi, the total estimated refund amount is \$372,295. The average refund is \$61 per policy. Refunds will total approximately \$125 million to our policyholders across the United States.

It is our intention that this initiative will not impact the company's rating plan and therefore will not require any future modifications or filings. We will evaluate the program as needed in light of the evolving circumstances.

We respectfully request your prompt consideration and review of this filing. Thank you for your assistance with this filing.