

National Interstate Insurance Company
Passenger Transportation Program

Rate/Rules Filing

COVID-19 Relief Memorandum

In response to the concerns and uncertainty regarding the spread of coronavirus (COVID-19) and its economic impact on our insured's National Interstate Insurance Company ("The Company") is submitting this filing to implement a temporary COVID-19-premium relief measure for its Commercial Automobile policies written through our Passenger Transportation Division.

The Company will provide a 75% credit to the per vehicle auto liability premiums for all Passenger Transportation insured's when the insured notifies The Company that specified vehicles are being taken out of service (lay-up). This credit is on a per vehicle basis and is not applied uniformly across all vehicles covered by the policy, but only those specified as out of service. It will be available to both in-force and renewal business written on or after April 1, 2020 and remain in effect for 45 days.

Notification will be sent to each of our Passenger Transportation insured's informing them of the availability of this credit. In the event that an insured elects to re-introduce a vehicle into service they must provide written notice to The Company of their intent and the per vehicle premiums will be increased to their full rate. The Company will apply the entire premium credit to the insured's next payment installment.

We are offering this credit in response to the governmental guidance encouraging people to observe stay-at-home practices. This guidance has had a significant impact on the Passenger Transportation Industry as significantly fewer people are traveling on a business or personal basis. As a result many of our insured's have been forced to take many of their vehicles out of service. This credit represents National Interstate's best estimate of the impact associated with the COVID-19 pandemic based upon the reduced exposure.

In the event that it is determined that this credit is needed to be extended we will re-evaluate our position and notify you of our intentions to extend.