



**Pennsylvania Property and Casualty Insurance Guaranty Association**

December 21, 2020

To: All Member Companies

Re: 2020 Assessment

There were three new insolvencies in 2020 that triggered the Pennsylvania Property and Casualty Insurance Guaranty Association. While we are assessing for these insolvencies, we are not billing on assessments for the year.

It has been PP&CIGA’s practice to defer the billing of assessments until funds are needed to cover claims and expenses on a total account basis. After reviewing open Estates handled by PP&CIGA, the Board of Directors of the Association, at its December 10, 2020 meeting, determined that there was a need to assess for two insolvencies: American Service Insurance Company and American Country Insurance Company. The third new insolvency has already concluded with no exposure.

A full breakdown by Estate, Year, and Account for the Assessment follows:

<u>2020 Assessment</u>	<u>Base Yr.</u>	<u>Auto</u>	<u>Other</u>	<u>Total</u>
American Service Insurance	2019	\$ 300,000	\$ -	\$ 300,000
American Country Insurance	2019	1,500,000	-	1,500,000
		<u>\$ 1,800,000</u>	<u>\$ -</u>	<u>\$ 1,800,000</u>

There will be no billing for 2020.

The Pennsylvania net written premiums after dividends for all member companies provided by the NAIC are as follows:

Year: 2019                      Auto: \$10,945,606,945                      Other: \$9,725,562,064

Please refer to our website: [www.ppciga.org](http://www.ppciga.org) for updated information on all Assessments Authorized but Not Billed. Please direct any questions regarding this assessment to our Accounting Manager, Christopher W. Shermer, at Extension 1900 or [cshermer@ppciga.org](mailto:cshermer@ppciga.org).

Very truly yours,

Raymond M. Bauso

Executive Director