



December 23, 2021

To: All Member Companies
 Re: 2021 Assessment

There were three new insolvencies in 2021 that triggered the Pennsylvania Property and Casualty Insurance Guaranty Association. They were Bedivere Insurance Company on March 11, Western General Insurance Company on August 5, and Highlands Insurance Company on October 29, 2021.

It has been PPCIGA'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 PPCIGA, the Board of Directors of the Association, at its December 16, 2021 meeting, determined that there was a need for assessments on one of the new estates and three older estates, totaling \$48,600,000. The Board further approved billing of the new assessments and on some previously deferred assessments, totaling \$47,400,000. Finally, the Board considers it appropriate to reduce a prior assessment that was deferred and is no longer necessary due to recoveries from estate assets.

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

<u>2021 Assessment</u>	<u>Base Yr</u>		<u>Auto</u>		<u>Other</u>		<u>Total</u>
Healthcare Providers	2020	\$	-	\$	5,000,000	\$	5,000,000
American Country Insurance	2020		500,000		-		500,000
American Service Insurance	2020		100,000		-		100,000
Bedivere Insurance Company	2020		4,000,000		39,000,000		43,000,000
			4,600,000		44,000,000		48,600,000
<u>2021 Assessment Reduction</u>							
				\$			
Access Insurance	2017		6,000,000	\$	-	\$	6,000,000
<u>2021 Assessment Billing</u>							
Home Insurance Company	2003	\$	-	\$	5,000,000	\$	5,000,000
Home Insurance Company	2014		-		5,000,000		5,000,000
Healthcare Providers	2017		-		10,000,000		10,000,000
American Country Insurance	2019		1,500,000				1,500,000
American Service Insurance	2019		300,000				300,000
American Country Insurance	2020		500,000				500,000
American Service Insurance	2020		100,000				100,000
Bedivere Insurance Company	2020		2,000,000		23,000,000		25,000,000
			4,400,000		43,000,000		47,400,000



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

Year: 2020

Auto: \$10,579,607,537

Other: \$10,252,948,939

Please refer to our website: 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.

Very truly yours,

A handwritten signature in black ink, appearing to read "Raymond M. Bauso".

Raymond M. Bauso
Executive Director