



Impact of COVID-19 on 2020 TARIC Premium

Unlike some automobile programs, The American Road Insurance Company's ("TARIC") Business Auto Program utilizes a very simple rating structure.

There are only five coverages available:

1. Bodily Injury / Property Damage Liability
2. No-Fault
3. Medical Payments
4. Uninsured / Underinsured Motorists
5. Contingent Liability

The Base Rates for each coverage are annual rates per vehicle. The rates vary by state.

The Basic Limits for Bodily Injury Liability / Property Damage Liability are \$100,000 per person and \$300,000 per accident for Bodily Injury, and \$100,000 per accident for Property Damage Liability. The program offers increased limits and deductible options that impact the premium if selected.

However, the only variable considered in determining the base premium is the number of vehicles. No other rating variables, such as miles driven or vehicle use, are considered.

Since the number of vehicles covered is not impacted by COVID-19, there is no impact to the premium produced by TARIC's Business Auto program.

This document addresses the impact of COVID-19 specifically and exclusively on the premium for TARIC's 2020 policy. This document does not contemplate the impact of COVID-19 on losses, refunds, or anything other than premium.