

CALIFORNIA  
COVID-19 PREMIUM REFUNDS, CREDITS  
AND REDUCTIONS REPORT

**BERKLEY NATIONAL INSURANCE COMPANY**

Attachment to Explanatory Memorandum

**[I] If your company writes in any lines of insurance specified in Bulletin 2020-3 and has determined no refunds are necessary, please explain and provide any relevant documents. Responses for question #: 2a.**

RESPONSE:

The Company writes commercial lines insurance in California focused on specialized markets and industries. Due to the varied nature of its insureds, the Company is taking a case-by case approach to addressing the effects of COVID-19 on measures of exposure. Several of the Company's programs are not generally eligible for premium adjustment as their rates are not over-stated, including:

- The Company's agricultural programs have not been impacted as the Company's agriculture insureds have been deemed essential. In the commercial auto line, exposures are expected to increase.
- Human services accounts are rated primarily on premises' square footage, which have not been significantly affected by COVID-19.
- The Company's excess casualty business has not experienced a substantial reduction in risk exposure. The majority of accounts, such as public entities, utilities and large construction projects, are designated essential and have remained in operation. In other cases, temporary suspension of operations during the declared emergency period did not impact the severity exposure in excess of attachment points.
- The Company does not expect property coverages to be impacted, as property values have remained constant, and business that are non-operational can present increased hazards.
- The Company's life sciences liability insureds, including drug, medical device, and medical research and development companies, have not reduced operations due to COVID-19, but in many cases have increased activity. Therefore, the Company does not anticipate substantial reductions in measures of exposure.
- The Company's technology-focused programs have not been affected, as insureds have remained in operation and in many cases have increased activity.
- The Company's programs focused on financial institutions have not experienced a reduction in exposure as policyholders have continued operations and in many cases increased activity and exposure to risk.
- The Company's directors' and officers' and fiduciary liability programs focused on the healthcare industry have not been impacted, as policyholders are designated essential, operations have continued, and liability exposure is expected to increase.
- Certain entertainment-related programs are written on a minimum premium basis and are therefore not eligible for relief.

05.25.2021

**[II] If your company writes in one of the lines specified in Bulletin 2020-3 and has issued refunds for your policyholders, please explain all actions taken to date to refund premium in response to or consistent with this Bulletin.**

**Please include California-specific information and an explanation and justification for the amount, effective date, and duration of any premium refund, and how those measures reflect the actual or expected reduction of exposure to loss.**

**Please provide any relevant documents.**

**Responses for question #: 2b, 4, and 5.**

RESPONSE:

The Company has not provided any premium relief during 2021.