CMMG (MPI) Pre-Ask 4

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Preamble to IR:

Question:

Provide the dollar amount of the rebate that would be due to the motorcycle class if the rebate were allocated to those insureds with Basic motorcycle coverage as of March 15, 2020.

Rationale for Question:

RESPONSE:

Per page 21 of the 2021 Special Rebate Application,

"MPI proposes a rebate to Basic customers with a policy in effect and earning premiums on March 15, 2020, a total of \$58 million from Basic. If the rebate is approved, customers who meet the above criteria would receive a 5.63% rebate of their Basic <u>in-force premium</u> on March 15, 2020."

Given that motorcycle premiums are fully earned in the riding season, there are no inforce premiums for motorcycles on March 15, 2020, and therefore no rebate.