

Texas Property and Casualty Insurance Guaranty Association

9120 Burnet Road, Austin, TX 78758
(512) 345-9335 FAX Number (512) 795-0448

October 20, 2022

NAIC#: «NAIC»

«NAME»

«ADDR»

«CITY», «ST» «ZIP»

Dear Association Member:

In September, the Board of Directors of the Texas Property and Casualty Insurance Guaranty Association approved an other lines insurance assessment. The assessment is needed to pay covered claims from existing other lines insurer liquidations and related claims handling expenses.

The aggregate total of the assessment is \$75 million for all member companies writing other lines insurance in 2021.

The individual assessment to each member company is calculated according to its portion of the total 2021 net direct written premiums in Texas (minus dividends credited) for the other lines line of business. Negative premiums were assigned as \$0 for the assessment. Impaired insurers are not included in the calculation.

Below is the calculated assessment for your company:

A Aggregate assessed amount	B Total statewide other lines premiums, 2021 (Excluding existing impaired other lines insurers)	C Your company's total other lines premiums, 2021	D Your company's percentage of aggregate assessment $C \div B$	E Your assessment $D \times A$
\$75,000,000	\$26,404,064,762	«OL_Premiums»	«Cos_»	«M_75MM»

Unless you tell us otherwise by October 31, 2022, we will assume that you agree with our determination of your company's net direct written other lines insurance premiums in Texas in 2021 and the amount of your assessment.

Please return the enclosed payment form with payment for the amount above to the address on the payment form. **You must pay within 30 days of receiving this letter.**

If your company owes more than \$500,000, payment must be made by electronic wire transfer. Use the instructions on the payment form to do so. If your company owes less than \$500,000, your payment may be made by electronic wire transfer or check to our lockbox.

When we receive your payment, we will send you a certificate of contribution for the amount paid. If you report this information to the Internal Revenue Service, use our federal employer identification number, 74-1956695. The Association's W-9 is enclosed for your convenience. Please note that the address on the payment form is a lockbox set up solely for this assessment.

To receive future assessment collection letters via email, please send an email (Subject: Assessment Letters) to: Finance@tpciga.org. You will then be provided with a form to complete.

If you have any questions, please contact Daniel Ebeheakey at debeheakey@tpciga.org.

Sincerely,

A handwritten signature in blue ink that reads "Marvin Kelly".

Marvin Kelly
Executive Director

Enclosures