

State Farm
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Commissioner Vicki Schmidt
Kansas Insurance Department
1300 SW Arrowhead Rd.
Topeka, KS 6604
vicki.schmidt@ks.gov

Re: State Farm Mutual Automobile Insurance Company Dividend

Dear Commissioner Schmidt:

On Thursday, April 9, 2020, it was a pleasure to inform you that the Board of Directors of the State Farm Mutual Automobile Insurance Company ("State Farm Mutual") declared a policyholder dividend of \$2 billion to be distributed to Mutual auto insurance customers. In this letter, we provide some additional details of how the dividend will specifically impact Kansas State Farm Mutual auto insurance policyholders.

The dividend for Kansas policyholders is 22.5% of their March 20 to May 31 premium or just over \$15 million (which is about \$30 per policy). These dividends are to be paid on private passenger vehicles, commercial vehicles, fleets, school buses and miscellaneous vehicles. The dividend will be applied as a credit to future premium at renewal or to their State Farm Payment Plan account.

Here is a link to the national press release: <https://newsroom.statefarm.com/good-neighbor-relief-2-billion-dividend/>

If you have any questions, please do not hesitate to contact me.

Sincerely,



Roland Spies
Counsel