

March 24, 2016

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Red Springs Fire Department

A survey of Red Springs FD completed by the NC Department of Insurance Office of State Fire Marshal (DOI) resulted in retrogressions from Public Protection Class (PPC) 6 to PPC 10 for Red Springs Fire Insurance District and from PPC 6/9E to PPC 10 for Red Springs Rural Fire Insurance District, effective June 1, 2016. The Rate Bureau is advised that the decertification and publication of the changes to PPC 10 came after a 12 month probationary period due to non-compliance with North Carolina certification requirements.

Based on the above referenced retrogressions, the Insurance Services Office, Inc. (ISO) CMC Manual was accordingly updated and distributed on March 1, 2016 to reflect these revisions to be effective June 1, 2016.

Subsequent to the publication of the changes to PPC 10, a restraining order was granted that immediately stayed the DOI's action of decertifying the Red Springs FD. As a result of the stay, and at the request of the DOI, ISO is republishing the previous grades of 6 and 6/9E. If you have quoted or processed new or renewal policies with an effective date on or after June 1, 2016 using the published PPC 10, we recommend that you review those policies and take any appropriate action necessary.

Sincerely,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

P-16-2