

September 29, 2006

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance
Item B-1399 – Revisions to Basic Manual Classifications for the Aviation Industry
Item B-1399A – Amendment to Class Filing B-1399 – Exposure Transition Program

The Bureau has adopted and the North Carolina Commissioner of Insurance has approved NCCI Item B-1399 – Revisions to Basic Manual Classifications for the Aviation Industry and Item B-1399A: Amendment to Class Filing B-1399 – Exposure Transition Program. The filing is effective January 1, 2007.

A copy of NCCI Items B-1399 and B-1399A is attached for your reference.

Sincerely,

Sue Taylor

Director of Workers Compensation

ST:dg

C-06-21

FILING MEMORANDUM

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

PURPOSE

The purpose of this item is to clarify, eliminate, or combine classifications in NCCI's *Basic Manual for Workers Compensation and Employers Liability Insurance* for the aviation industry to reflect current business and industry needs.

BACKGROUND

NCCI has an ongoing process dedicated to the systematic research, analysis, and maintenance of its classification system. This is done to ensure that the classification system remains healthy, viable, and responsive to the needs of various industry stakeholders, and to evolve the system to stay in step with the constantly changing ways that various industries and their operations respond to technological, competitive, and regulatory changes.

Classifications, and industry-grouped classifications, are analyzed to determine which, if any, should be considered for modernization, consolidation, elimination, or clarification. This item filing includes proposals for the aviation industry classifications identified in each exhibit.

NCCI's analysis of the class system is national in scope and the recommendations within this item are being proposed in all NCCI states. We recognize, however, the occasional need for state-specific classification treatments to reflect geographical differences. Such treatments are also incorporated within this filing.

BASIS FOR CHANGE

The phraseologies for Codes 7403, 7405, 7423, and 7431 make reference to Federal Aviation Regulations (FARs) covering the size, operation, and safety rules for aircraft. These regulations can and have changed over time, causing confusion in the proper classification for various aircraft operations. Most commercial aircraft operate under Title 14, Part 135 or 121 of the FARs.

On December 14, 1995, the Federal Aviation Administration (FAA) introduced a new set of rules referred to as the "Commuter Initiatives." Prior to these initiatives, Part 135 of the FARs was defined as aircraft with 30 seats or less and a maximum 7,500-pound payload. Per the FAA, "It was perceived by many in the aviation community that due to the types of operations and configurations of the aircraft, commuter aircraft had to meet less rigorous operations and maintenance standards. Under the final Commuter Initiatives, all scheduled airline passenger operations with airplanes having 10 seats or more were required to be operated under the same safety rules that apply to larger (FARs Part 121) airplanes."

Major airlines usually operate from centrally located airports called "hubs." Passengers arriving at the hub can transfer to flights to any of the locations served by the airline's system, including internationally. Commuter or regional carriers operate short- and medium-haul scheduled airline service connecting smaller communities with larger cities and hubs. Some of the largest regional carriers are subsidiaries of the major airlines, but most are independent and will often contract their services to the major airlines. The regional airlines' fleet consists primarily of smaller 19- to 68-seat turboprop and 30- to 100-seat jet aircraft.

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The exposure and loss experience of Code 7403—Aircraft or Helicopter Operation—Air Carrier—Scheduled or Supplemental—All Other Employees and Code 7423—Aircraft or Helicopter Operation—Air Carrier—Commuter—All Other Employees & Drivers should be combined, and Code 7423 should be discontinued. The operations, hazards, and loss cost/rates associated with Codes 7403 and 7423 are very similar. Airport or heliport operations will also be reassigned to Code 7403.

Air charter and air taxi services provide on-demand air transportation for individuals or small groups. The companies fly to most of the major airports in the United States, and also to many smaller airports. Chartered flights have a significantly less favorable safety record than those operated by scheduled commercial airlines. Part of the reason is that charter operators can range from very sophisticated to inexperienced, as well as using ultramodern aircraft versus relying on outdated models.

Code 7405—Aircraft or Helicopter Operation—Air Carrier—Scheduled or Supplemental—Flying Crew will be revised to include “all Part 121” operations, while Code 7431—Aircraft or Helicopter Operation—Air Carrier—Commuter—Flying Crew will be revised to include operations other than Part 121. This will eliminate the confusion created by potential changes to FARs and changes to a carrier’s fleet with regard to aircraft capacities. The classifications will focus on an insured’s principal business in lieu of the types of aircraft used to perform their activities. The aircraft industry always follows the FAA’s guidelines, as should NCCI with our classifications.

Helicopters are the most versatile aircraft in existence, giving the pilot access to three-dimensional space. This means that a helicopter can move up and down, forward and backward, and side to side, not to mention hover in midair. The flexibility of a helicopter makes it more complicated to fly than an airplane, and requires the pilot to think in three dimensions and use both arms and legs constantly to stay airborne. Currently, the wording for Code 7425—Aircraft or Helicopter Operation—NOC—Helicopters—Flying Crew instructs the user to classify the nature of the operation in lieu of the nature of the aircraft when a helicopter is performing functions normally performed by a fixed-wing aircraft. The analysis of this industry indicates that helicopters are more difficult, and thus potentially more hazardous, to operate. Thus, all helicopter operations should be assigned to Code 7425.

Alaska and Missouri state special Code 7418—Aircraft or Helicopter Operation—Patrol, Photography Mapping or Survey Work—Flying Crew should be discontinued and the operations combined with newly defined national Code 7422—Aviation—NOC—Other Than Helicopters—Flying Crew. The operations, hazards and loss cost/rates associated with these codes are very similar, while the credibility of Code 7418 is quite low.

The exposure and loss experience of Code 7409—Aircraft or Helicopter Operation—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew and Code 7420—Aircraft or Helicopter Operation—Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping—Flying Crew should be combined, and Code 7409 should be discontinued. The operations, hazards and loss cost/rates associated with these codes are very similar, while their respective credibilities are quite low. Currently, there is more payroll and premium in Code 7409, but it is not applicable in five NCCI states. Those states already assign Code 7420 to the activities described by Code 7409.

Air traffic controllers should be assigned to newly defined Code 7403—Aviation—Airport or Heliport Operator—All Employees & Drivers. Their responsibilities and duties are essential at a majority of airports.

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Air traffic controllers rotate working nights and weekends, and may sometimes operate under extremely stressful conditions. The impact of this change should be minimal because most air traffic controllers are federal employees.

Nevada state special Code 7408—Aircraft or Helicopter Operation—Search, Rescue and Law Enforcement—Volunteer—All Members of Flying Crew & Clerical, Salespersons should be discontinued because there have been no exposures or claims reported for this code since 2000.

Three of the existing aviation codes have statistical codes related to them as noted below. NCCI does not propose any changes to these statistical codes:

- Statistical Code 7445 is assigned in conjunction with Code 7405—Aircraft or Helicopter Operation—Air Carrier—Scheduled or Supplemental—Flying Crew, to reflect nonratable catastrophe loading
- Statistical Code 7453 is assigned in conjunction with Code 7431—Aircraft or Helicopter Operation—Air Carrier—Commuter—Flying Crew, to reflect nonratable catastrophe loading
- Statistical Code 9108 is assigned in conjunction with Code 7421—Aircraft or Helicopter Operation—Transportation of Personnel in Conduct of Employer's Business—Flying Crew, to reflect a per passenger seat surcharge

PROPOSAL

The focus of the proposed changes for this industry is to combine operations into classifications that reflect the exposures common to those operations. It is proposed that effective July 1, 2006, the classifications indicated in the attached exhibits be implemented in each state as shown.

NCCI recommends the following national classification treatment:

1. The industry name, which is used to link the related classification wording, will be changed to Aviation in lieu of Aircraft or Helicopter Operation.
2. Discontinue Code 7423 and reassign all insureds having operations previously under Code 7423 to newly created and newly defined wording for existing Code 7403.
 - Code 7403 will apply to ground personnel for all aviation operations
 - Code 7403 will apply to Airport or Heliport Operator—All Other Employees & Drivers

Impact: A review has been conducted using the current approved loss cost or rate filing experience to determine the need for a loss cost or rate transition program to minimize the impact of the these proposed changes. Based on the result of this review, it is recommended that the following eight states need a two-year transition program: AR, AZ, LA, MD, ME, MO, NM, and TN. The other states' filed loss cost or rate change, or estimated premium impacts did not warrant a transition program. Using the combined experience from the two codes to calculate the loss cost or rate, implemented either with or without a transition program, will minimize any change in overall statewide premium. The impact to individual risk premium will vary depending on current payroll distribution between the codes and the resulting combined loss cost or rate.

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Application: The implementation of these proposed changes will depend on whether or not a transition program is needed. Use the table below to determine how to implement Proposal 2.

If your state is ...	Then...
AK	<ul style="list-style-type: none"> Proposal 2 does not apply since neither Code 7403 nor Code 7423 is applicable in Alaska.

If your state is ...	Then...
AL, CO, CT, DC, FL, GA, HI, IA, ID, IL, IN, KS, KY, MS, MT, NC, NE, NH, NV, OK, OR, RI, SC, SD, UT, VA, VT	<ul style="list-style-type: none"> You will not need a transition to implement Proposal 2. Effective July 1, 2006, for new and renewal business, Code 7423 will be discontinued and combined with Code 7403. Changes from Proposal 2 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. Initially the new rate/loss cost for Code 7403 will be calculated as a payroll weighted average of the rates/loss costs of Code 7403 and Code 7423. Thereafter, the data for Code 7423 will be combined with the data for Code 7403 prior to deriving the rate/loss cost. The necessary July 1, 2006 effective loss cost or rate-related changes from this Item will be published upon approval, along with other manual page updates.

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If your state is ...	Then...
AR, AZ, LA, MD, ME, MO, NM, TN	<ul style="list-style-type: none"> • You will need a transition program to implement Proposal 2. • Effective July 1, 2006, an internal transition program will be executed by NCCI to provide a two-year rate/loss cost and rating value transition for Codes 7423 and 7403. The transition program will be implemented with the applicable state rate filing on or after July 1, 2006. • The current national phraseology and wording for Code 7423 and Code 7403 will become state special wording in the eight states noted during the two-year transition program. This state special wording will then be replaced by the new national wording for Code 7403 upon completion of the transition program. • As of July 1, 2008, for new and renewal business, Code 7423 will be discontinued and all insureds having operations previously under Code 7423 be reassigned to Code 7403. July 1, 2008 will be considered the completion date of the transition program. • Changes from Proposal 2 are effective on July 1, 2008 regardless of a particular state's loss cost or rate filing effective date. • Exhibit 22 contains the rules for the two-year transition program. • Exhibit 22A contains an example of a two-year transition program calculation.

3. Revise Code 7405 to include the flying crew of all FAR Part 121 operations, while Code 7431 will be revised to include the flying crew of operations other than FAR Part 121.

Impact: It is estimated that some risk payroll from Code 7431 will be transferred to newly defined Code 7405—Aviation—Air Carrier—Scheduled, Commuter or Supplemental—Flying because of this change. No modification or adjustment to filed loss costs or rates is proposed for these codes. The amount of payroll transferred cannot be obtained using current industry data sources. It is estimated that the amount of payroll transferred and/or the differences in loss cost or rate is not large enough to result in a significant change in overall statewide premium. The impact to individual risks will vary depending on their current code payroll assignments in Code 7431 and the amount of payroll transferred from Code 7431 to Code 7405. The class codes' loss costs or rates will eventually reflect the new phraseology and underlying experience of all risks with payroll and loss experience assigned to these classifications.

Application: Changes from Proposal 3 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. See the Chart Appendix for state applicability.

4. The flying crew of air taxi or sightseeing operations will be reassigned to Code 7431 instead of Code 7422.

Impact: This change is expected to better align the operations involved with their associated work hazards. The impact to risks and their premiums cannot be determined definitively using any currently

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available data source, but the number of entities with operations consisting of this type of work is expected to be small; therefore, the statewide premium impact is expected to be small. The premium impact for each individual risk will vary depending on the amount of exposure that is reassigned from Code 7422 to Code 7431. No modifications or adjustments to filed loss costs or rates are proposed for this portion of the recommendation. The class code's loss cost or rate will eventually reflect the new phraseology and underlying experience of all risks with payroll and loss experience assigned to that classification.

Application: Changes from Proposal 4 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. See the Chart Appendix for state applicability.

5. Discontinue Code 7409 and reassign all insureds having flying crew operations previously under Code 7409 to newly created and newly defined wording for existing Code 7420.
 - Code 7420 will apply to the flying crew of aerial applicators, seeding, herding, and scintillometer surveying
 - Code 7420 will apply to stunt flying, racing, or parachute jumping
 - Code 7420 will apply to aerial firefighting
 - The new loss cost/rate and rating values for Code 7420 will be determined on combined data of both Codes 7409 and 7420. Initially the new rate/loss cost for Code 7420 will be calculated as a payroll weighted average of the rate/loss costs of Code 7409 and Code 7420. Thereafter, the data for Code 7409 will be combined with the data for Code 7420 prior to deriving the rate/loss cost.

Impact: A review has been conducted using the current approved loss cost or rate filing experience to determine the need for a loss cost or rate transition program. Based on the result of this review, in all states the filed loss cost or rate changes or estimated premium impacts did not warrant a transition program. Using the combined experience from the two codes to calculate the loss cost or rate will minimize the change in overall statewide premium. The impact to individual risk premium will vary depending on current payroll distribution between the codes and the resulting combined loss cost or rate. The class code's loss cost or rate will eventually reflect the new phraseology and underlying experience of all risks with payroll and loss experience assigned to that classification.

Application: Changes from Proposal 5 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. See the Chart Appendix for state applicability.

6. Assign the flying crew of all helicopter operations to newly defined Code 7425.

Impact: This change is expected to better align all helicopter operations with their associated work hazards. The resulting reassignment of individual risk payroll due to this clarification cannot be determined using any currently available data source. No modifications or adjustments to filed loss costs or rates are proposed for this portion of the recommendation. The class code's loss cost or rate will eventually reflect the new phraseology and underlying experience of all risks with payroll and loss experience assigned to that classification.

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Application: Changes from Proposal 6 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. See the Chart Appendix for state applicability.

7. Air traffic controllers will be assigned to Code 7403—Airport or Heliport Operator.

Impact: This item proposes that air traffic controller operations be assigned to newly defined Code 7403 instead of Code 8810—Clerical Office Employees NOC. Most air traffic controllers are federal employees, so this portion of the recommendation is not expected to impact many risks. The specific impact cannot be determined definitively using any currently available data source. The actual reassignment of payroll due to this change is expected to be minimal. No modifications or adjustments to filed loss costs or rates are proposed for this portion of the recommendation. The class code's loss cost or rate will eventually reflect the new phraseology and underlying experience of all risks with payroll and loss experience assigned to that classification.

Application: Changes from Proposal 7 are effective on July 1, 2006 regardless of a particular state's loss cost or rate filing effective date. See the Chart Appendix for state applicability.

IMPLEMENTATION

The attached exhibits and chart appendix detail the changes necessary to implement this item. National content is presented first, followed by state-specific content, if applicable. A table of contents is presented following this memorandum to help navigate the filing.

This item will be **effective 12:01 a.m. on July 1, 2006 applicable to new and renewal—voluntary and assigned risk policies.**

Exceptions:

- In Hawaii, the effective date is determined upon regulatory approval of the individual carrier's election to adopt this change
- In Virginia, this item will be implemented for policies effective on or after 12:01 a.m. July 1, 2006, voluntary and assigned risk policies

Some states will need a transition program to implement certain proposed changes. The chart appendix details the transition implementation dates.

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**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
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Notes:								
* Wording shown in chart column titled "Code & Phraseology" is the phraseology caption only. Refer to the exhibits for complete classification wording including any notes that follow the caption and are part of the classification wording.								
** Refer to state-specific classification treatments when national treatments are not applicable or when there are exceptions.								
*** Existing classification wording is assigned a number for the chart identifier number. Proposed classification wording is assigned a letter for the chart identifier number. State specific wording will contain the state abbreviation before the number or letter.								
EXISTING NATIONAL CLASSIFICATION TREATMENT								
Chart Identifier Number	Code and Phraseology*	Not Applicable**	Exceptions**	Proposed Status	Shown on Filing Exhibit Number	States where transition program required	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
1	AIRCRAFT OR HELICOPTER OPERATION Flight Testing by Mfr.—Prototype or Experimental Aircraft—Flying Crew		AK, OR	Incorporate into Code 7422	10		7/1/06	J
2	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	AK		Consolidate wording into newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-A, AZ-A, LA-A, MD-A, ME-A, MO-A, NM-A, TN-A
3	Code 7405—AVIATION—Air Carrier—Scheduled, Commuter or Supplemental—Flying Crew		AK	Change to newly defined Code 7405	10		7/1/06	E, AK-A
4	Code 7409—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew	AK, AL, GA, ME, NM, OK	LA, MS, SD	Discontinue and merge with newly created wording for Code 7420	10		7/1/06	F, LA-B, MS-A, SD-A
5	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: Flying Crew		AK, LA	Change to newly defined Code 7420	10		7/1/06	H, LA-C
6	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Forest Fire Fighting			Change to newly defined Code 7420	10		7/1/06	G
7	Code 7421—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Flying Crew		AK, AL, RI	Change to newly defined Code 7421	10		7/1/06	I
8	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Flight Testing by Mfr.—Aircraft Manufactured Under an Approved Type Certificate—Flying Crew		AK, OR	Change to newly defined Code 7422	10		7/1/06	J
9	Code 7422—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: Flying Crew		AK, AL, OR, RI	Change to newly defined Code 7422	10		7/1/06	K
10	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping or Survey Work: Flying Crew	AK, MO	OR	Change to newly defined Code 7422	10		7/1/06	L
11	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: Flying Crew		AK, OR	Change to newly defined Code 7422	10		7/1/06	M
12	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	AK	AL, GA, LA, ME, MS, NM, OK, OR, SD	Discontinue and merge with newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-B, AZ-B, LA-3, MD-B, ME-2, MO-B, NM-2, TN-B
13	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	AK	OR, RI	Discontinue and merge with newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-C, AZ-C, LA-D, MD-C, ME-B, MO-C, NM-B, TN-C

14	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	AK	AL, OR, RI	Discontinue and merge with newly created wording for Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	A, AR-D, AZ-D, LA-E, MD-D, ME-C, MO-D, NM-C, TN-D
15	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	AK	AL, OR, RI	Discontinue and merge with newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-E, AZ-E, LA-F, MD-E, ME-D, MO-E, NM-D, TN-E
16	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	AK	AL, OR, RI	Discontinue and merge with newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-F, AZ-F, LA-G, MD-F, ME-E, MO-F, NM-E, TN-F
17	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping or Survey Work: All Other Employees & Drivers	AK	OR	Discontinue and merge with newly created wording for Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	C, AR-G, AZ-G, LA-H, MD-G, ME-F, MO-G, NM-F, TN-G
18	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	AK	LA, OR	Discontinue and merge with newly defined Code 7403	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-H, AZ-H, LA-4, MD-H, ME-G, MO-H, NM-G, TN-H
19	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	AK	OR	Discontinue and merge with newly defined Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	B, AR-I, AZ-I, LA-I, MD-I, ME-H, MO-I, NM-H, TN-I
20	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	AK	AL, OR, RI	Discontinue and merge with newly created wording for Code 7403. Create temporary state special wording in transition states.	10	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/06	D, AR-J, AZ-J, LA-J, MD-J, ME-I, MO-J, NM-I, TN-J
21	Code 7425—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: Flying Crew		AK, AL, RI	Change to newly defined Code 7425	10		7/1/06	N
22	Code 7431—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—Flying Crew		AK, RI	Change to newly defined Code 7431	10		7/1/06	O, AK-F

PROPOSED NEW NATIONAL CLASSIFICATION TREATMENT

Chart Identifier Number	Code and Phraseology*	Not Applicable**	Exceptions**	Proposed Status	Shown on Filing Exhibit Number	States where transition program required	Implementation Date(s)
A	Code 7403—AVIATION—Airport or Heliport Operator—All Employees & Drivers	AK		Newly created wording	1	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/08 in transition states, 7/1/06 in all other applicable states
B	Code 7403—AVIATION—All Other Employees & Drivers	AK		Newly defined	1A	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/08 in transition states, 7/1/06 in all other applicable states
C	Code 7403—AVIATION—Patrol, Photography, Mapping, or Survey Work—All Other Employees & Drivers	AK		Newly created wording	1B	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/08 in transition states, 7/1/06 in all other applicable states

D	Code 7403—AVIATION—Transportation of Personnel in Conduct of Employer's Business—Ground Crew & Drivers	AK		Newly created wording	1C	AR, AZ, LA, MD, ME, MO, NM, TN	7/1/08 in transition states, 7/1/06 in all other applicable states
E	Code 7405—AVIATION—Air Carrier—Scheduled, Commuter or Supplemental—Flying Crew		AK	Newly defined	1D		7/1/06
F	Code 7420—AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew		LA, MS, SD	Newly created wording	1E		7/1/06
G	Code 7420—AVIATION—Aerial Fire Fighting—Flying Crew			Newly defined	1F		7/1/06
H	Code 7420—AVIATION—Stunt Flying, Racing, or Parachute Jumping—Flying Crew		LA, NV	Newly defined	1G		7/1/06
I	Code 7421—AVIATION—Transportation of Personnel in Conduct of Employer's Business—Flying Crew			Newly defined	1H		7/1/06
J	Code 7422—AVIATION—Flight Testing—Flying Crew			Newly defined	1I		7/1/06
K	Code 7422—AVIATION—NOC—Other Than Helicopters—Flying Crew			Newly defined	1J		7/1/06
L	Code 7422—AVIATION—Patrol, Photography, Mapping, or Survey Work—Flying Crew			Newly defined	1K	AK	7/1/2006, 7/1/09 in AK
M	Code 7422—AVIATION—Sales or Service Agency, Student Instruction—Flying Crew			Newly defined	1L		7/1/06
N	Code 7425—AVIATION—Helicopters—Flying Crew			Newly defined	1M		7/1/06
O	Code 7431—AVIATION—Air Charter or Air Taxi—Flying Crew		AK	Newly defined	1N		7/1/06

ALABAMA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT

Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
AL-1	Code 7420—AIRCRAFT OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	2A	N	7/1/06	F
AL-2	Code 7421—AIRCRAFT OPERATION Transportation of Personnel in Conduct of Employer's Business: Flying Crew	Change to newly defined national Code 7421	2A	N	7/1/06	I
AL-3	Code 7422—AIRCRAFT OPERATION NOC: Flying Crew	Change to newly defined national Code 7422	2A	N	7/1/06	K
AL-4	Code 7423—AIRCRAFT OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	2A	N	7/1/06	B
AL-5	Code 7423—AIRCRAFT OPERATION Airport Operator—All Employees & Drivers	Discontinue and merge with newly created national wording for Code 7403	2A	N	7/1/06	A
AL-6	Code 7423—AIRCRAFT OPERATION Helicopter: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	2A	N	7/1/06	B
AL-7	Code 7423—AIRCRAFT OPERATION NOC: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	2A	N	7/1/06	B
AL-8	Code 7423—AIRCRAFT OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew	Discontinue and merge with newly created national wording for Code 7403	2A	N	7/1/06	D
AL-9	Code 7425—AIRCRAFT OPERATION Helicopter: Flying Crew	Change to newly defined national Code 7425	2A	N	7/1/06	N

NATIONAL COUNCIL ON COMPENSATION INSURANCE, INC.
 CHART APPENDIX FOR B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATION FOR THE AVIATION INDUSTRY

ALASKA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
AK-1	AIRCRAFT OR HELICOPTER OPERATION Flight Testing by Mfr.—Prototype or Experimental Aircraft—Flying Crew	Discontinue and incorporate into newly defined national Code 7422	3H	N	7/1/06	J
AK-2	Code 7405—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter: Flying Crew Operating Under FAR 121	Change to newly defined state special Code 7405	3H	N	7/1/06	AK-A
AK-3	Code 7405—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental: Flying Crew	Change to newly defined state special Code 7405	3H	N	7/1/06	AK-A
AK-4	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-5	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-6	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-7	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	Change to newly defined state special Code 7414	3H	N	7/1/06	AK-B
AK-8	Code 7414—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-9	Code 7414—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-10	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography Mapping or Survey Work: All Other Employees & Drivers	Change to newly defined state special Code 7414	3H	N	7/1/06	AK-D
AK-11	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing or Parachute Jumping: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-12	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	Consolidate wording into newly defined state special Code 7414	3H	N	7/1/06	AK-C
AK-13	Code 7414—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew	Change to newly defined state special Code 7414	3H	N	7/1/06	AK-E
AK-14	Code 7418—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography Mapping or Survey Work: Flying Crew	Discontinue and merge with newly defined national Code 7422	3H	Y	7/1/09	L
AK-15	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	3H	N	7/1/06	F
AK-16	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing or Parachute Jumping: Flying Crew	Change to newly defined national Code 7420	3H	N	7/1/06	H
AK-17	Code 7421—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Flying Crew	Change to newly defined national Code 7421	3H	N	7/1/06	I
AK-18	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Flight Testing by Mfr.—Aircraft Manufactured Under an Approved Type Certificate—Flying Crew	Change to newly defined national Code 7422	3H	N	7/1/06	J

AK-19	Code 7422—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: Flying Crew	Change to newly defined national Code 7422	3H	N	7/1/06	K
AK-20	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: Flying Crew	Change to newly defined national Code 7422	3H	N	7/1/06	M
AK-21	Code 7425—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: Flying Crew	Change to newly defined national Code 7425	3H	N	7/1/06	N
AK-22	Code 7431—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter: Flying Crew Operating Under FAR 127 or 135	Change to newly defined state special Code 7431	3H	N	7/1/06	AK-F
AK-23	Code 8003—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter: Ticket Sellers and Information Clerks at Airports or Heliports	Consolidate wording into newly defined state special Code 8003	3H	N	7/1/06	AK-G
AK-24	Code 8003—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental: Ticket Sellers and Information Clerks at Airports or Heliports	Consolidate wording into newly defined state special Code 8003	3H	N	7/1/06	AK-G
AK-25	Code 8003—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: Ticket Sellers and Information Clerks at Airports or Heliports	Consolidate wording into newly defined state special Code 8003	3H	N	7/1/06	AK-G
AK-26	Code 8003—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: Ticket Sellers and Information Clerks at Airports or Heliports	Consolidate wording into newly defined state special Code 8003	3H	N	7/1/06	AK-G
AK-27	Code 8003—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: Ticket Sellers and Information Clerks at Airports or Heliports	Consolidate wording into newly defined state special Code 8003	3H	N	7/1/06	AK-G
ALASKA PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	
AK-A	Code 7405—AVIATION—Air Carrier—Scheduled, Commuter, or Supplemental—Flying Crew	Newly defined	3A	N	7/1/06	
AK-B	Code 7414—AVIATION—Airport or Heliport Operator—All Employees & Drivers	Newly defined	3B	N	7/1/06	
AK-C	Code 7414—AVIATION—All Other Employees & Drivers	Newly defined	3C	N	7/1/06	
AK-D	Code 7414—AVIATION—Patrol, Photography, Mapping, or Survey Work—All Other Employees & Drivers	Newly defined	3D	N	7/1/06	
AK-E	Code 7414—AVIATION—Transportation of Personnel in Conduct of Employer's Business—Ground Crew & Drivers	Newly defined	3E	N	7/1/06	
AK-F	Code 7431—AVIATION—Air Charter or Air Taxi—Flying Crew	Newly defined	3F	N	7/1/06	
AK-G	Code 8003—AVIATION—Ticket Sellers and Information Clerks at Airports or Heliports	Newly defined	3G	N	7/1/06	
ARIZONA PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier #	Code & Phraseology*	Proposed Status	Shown on Filing Exhibit #	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment-Refer to Chart Identifier #
AZ-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	4	Y	7/1/06	B
AZ-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4A	Y	7/1/06	B
AZ-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	4B	Y	7/1/06	B

AZ-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	4C	Y	7/1/06	A
AZ-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4D	Y	7/1/06	B
AZ-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4E	Y	7/1/06	B
AZ-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4F	Y	7/1/06	C
AZ-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4G	Y	7/1/06	B
AZ-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	4H	Y	7/1/06	B
AZ-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	4I	Y	7/1/06	D
ARKANSAS PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
AR-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	5A	Y	7/1/06	B
AR-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5B	Y	7/1/06	B
AR-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	5C	Y	7/1/06	B
AR-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	5D	Y	7/1/06	A
AR-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5E	Y	7/1/06	B
AR-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5F	Y	7/1/06	B
AR-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5G	Y	7/1/06	C
AR-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5H	Y	7/1/06	B

AR-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	5I	Y	7/1/06	B
AR-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	5J	Y	7/1/06	D
GEORGIA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
GA-1	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	6A	N	7/1/06	F
GA-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	6A	N	7/1/06	B
LOUISIANA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
LA-1	Code 7409—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew	Discontinue and merge with newly created wording for state special Code 7420	7K	N	7/1/06	LA-B
LA-2	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition, Involving Stunt Flying, Racing or Parachute Jumping: Flying Crew	Change to newly defined state special Code 7420	7K	N	7/1/06	LA-C
LA-3	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	7K	Y	7/1/08	B
LA-4	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition, Involving Stunt Flying, Racing or Parachute Jumping: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	7K	Y	7/1/08	B
LOUISIANA PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
LA-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	7A	Y	7/1/06	B
LA-B	Code 7420—AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew	Newly created wording	7B	N	7/1/06	N/A
LA-C	Code 7420—AVIATION—Stunt Flying, Racing or Parachute Jumping—Flying Crew	Newly defined	7C	N	7/1/06	N/A
LA-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	7D	Y	7/1/06	B
LA-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	7E	Y	7/1/06	A

LA-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	7F	Y	7/1/06	B
LA-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	7G	Y	7/1/06	B
LA-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	7H	Y	7/1/06	C
LA-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	7I	Y	7/1/06	B
LA-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	7J	Y	7/1/06	D
MAINE EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
ME-1	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	8J	N	7/1/06	F
ME-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	8J	Y	7/1/08	B
MAINE PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
ME-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	8A	Y	7/1/06	B
ME-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	8B	Y	7/1/06	B
ME-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	8C	Y	7/1/06	A
ME-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	8D	Y	7/1/06	B
ME-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	8E	Y	7/1/06	B
ME-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	8F	Y	7/1/06	C
ME-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	8G	Y	7/1/06	B

ME-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	8H	Y	7/1/06	B
ME-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	8I	Y	7/1/06	D
MARYLAND PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
MD-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	9	Y	7/1/06	B
MD-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9A	Y	7/1/06	B
MD-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	9B	Y	7/1/06	B
MD-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Other Employees & Drivers	New temporary state transition wording (former national wording)	9C	Y	7/1/06	A
MD-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9D	Y	7/1/06	B
MD-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9E	Y	7/1/06	B
MD-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9F	Y	7/1/06	C
MD-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9G	Y	7/1/06	B
MD-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	9H	Y	7/1/06	B
MD-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	9I	Y	7/1/06	D
MISSISSIPPI EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
MS-1	Code 7409—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Discontinue and merge with newly created state special wording for Code 7420	10B	N	7/1/06	MS-A
MS-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	10B	N	7/1/06	B

MISSISSIPPI PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	
MS-A	Code 7420—AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew	Newly created wording	10A	N	7/1/06	
MISSOURI EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
MO-1	Code 7418—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography Mapping or Survey Work Flying Crew	Discontinue and merge with newly defined national Code 7422	11K	N	7/1/06	L
MISSOURI PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
MO-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	11A	Y	7/1/06	B
MO-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11B	Y	7/1/06	B
MO-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	11C	Y	7/1/06	B
MO-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Other Employees & Drivers	New temporary state transition wording (former national wording)	11D	Y	7/1/06	A
MO-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11E	Y	7/1/06	B
MO-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11F	Y	7/1/06	B
MO-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11G	Y	7/1/06	C
MO-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11H	Y	7/1/06	B
MO-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	11I	Y	7/1/06	B
MO-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	11J	Y	7/1/06	D

NEVADA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
NV-1	Code 7408—AIRCRAFT OR HELICOPTER OPERATION—SEARCH, RESCUE AND LAW ENFORCEMENT—VOLUNTEER—ALL MEMBERS OF FLYING CREW & CLERICAL, SALESPERSONS	Discontinue and merge with newly defined national Code 7422	12C	N	7/1/06	K
NV-2	Code 7420—PARACHUTE JUMPING FOR PUBLIC EXHIBITION	Change to newly defined state special Code 7420	12D	N	7/1/06	NV-A
NV-3	Code 7422—PARACHUTE JUMPING CONDUCTED BY LICENSED SKYDIVING SCHOOLS THAT ARE CERTIFIED BY THE FEDERAL AVIATION ADMINISTRATION UNDER PART 105 OF THE FEDERAL AVIATION REGULATIONS	Change to newly defined state special Code 7422	12E	N	7/1/06	NV-B
NEVADA PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
NV-A	Code 7420—AVIATION—Parachute Jumping for Public Exhibition	Newly defined	12A	N	7/1/06	
NV-B	Code 7422—AVIATION—Parachute Jumping Conducted by Licensed Skydiving Schools that are Certified by the Federal Aviation Administration Under Part 105 of the Federal Aviation Regulations	Newly defined	12B	N	7/1/06	
NEW MEXICO EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
NM-1	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	13J	N	7/1/06	F
NM-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	13J	Y	7/1/08	B
NEW MEXICO PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
NM-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	13A	Y	7/1/06	B
NM-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	13B	Y	7/1/06	B
NM-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	13C	Y	7/1/06	A
NM-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	13D	Y	7/1/06	B

NM-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	13E	Y	7/1/06	B
NM-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	13F	Y	7/1/06	C
NM-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	13G	Y	7/1/06	B
NM-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	13H	Y	7/1/06	B
NM-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	13I	Y	7/1/06	D
OKLAHOMA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
OK-1	Code 7420—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: Flying Crew	Change to newly created national wording for Code 7420	14A	N	7/1/06	F
OK-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	14A	N	7/1/06	B
OREGON EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
OR-1	Code 7422—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: Flying Crew	Change to newly defined national wording for Code 7422	15A	N	7/1/06	J, K, L, M
OR-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATION All Other Employees & Drivers	Discontinue & merge with newly created & newly defined national wording for Code 7403	15A	N	7/1/06	A, B, C, D
RHODE ISLAND EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
RI-1	Code 7421—AIRCRAFT OPERATION Transportation of Personnel in Conduct of Employer's Business: Flying Crew	Change to newly defined national Code 7421	16A	N	7/1/06	I
RI-2	Code 7422—AIRCRAFT OPERATION NOC: Flying Crew	Change to newly defined national Code 7422	16A	N	7/1/06	K

RI-3	Code 7423—AIRCRAFT OPERATION Airline—Nonscheduled: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	16A	N	7/1/06	B
RI-4	Code 7423—AIRCRAFT OPERATION Airport Operator—All Employees & Drivers	Discontinue and merge with newly created national wording for Code 7403	16A	N	7/1/06	A
RI-5	Code 7423—AIRCRAFT OPERATION Helicopter: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	16A	N	7/1/06	B
RI-6	Code 7423—AIRCRAFT OPERATION NOC: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	16A	N	7/1/06	B
RI-7	Code 7423—AIRCRAFT OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew	Discontinue and merge with newly created national wording for Code 7403	16A	N	7/1/06	D
RI-8	Code 7425—AIRCRAFT OPERATION Helicopter: Flying Crew	Change to newly defined national Code 7425	16A	N	7/1/06	N
RI-9	Code 7431—AIRCRAFT OPERATION Airline—Nonscheduled: Flying Crew	Change to newly defined national Code 7431	16A	N	7/1/06	O
SOUTH DAKOTA EXISTING STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
SD-1	Code 7409—AIRCRAFT OR HELICOPTER OPERATIONS Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew	Discontinue and merge with newly created state special wording for Code 7420	17B	N	7/1/06	SD-A
SD-2	Code 7423—AIRCRAFT OR HELICOPTER OPERATIONS Aerial Application, Seeding, Herding or Scintillometer Surveying: All Other Employees & Drivers	Discontinue and merge with newly defined national Code 7403	17B	N	7/1/06	B
SOUTH DAKOTA PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
SD-A	Code 7420—AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew	Newly created wording	17A	N	7/1/06	
TENNESSEE PROPOSED NEW STATE-SPECIFIC CLASSIFICATION TREATMENT						
Chart Identifier Number	Code and Phraseology*	Proposed Status	Shown on Filing Exhibit Number	Transition program required? Y/N	Implementation Date(s)	Proposed New Treatment—Refer to Chart Identifier Number
TN-A	Code 7403—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Scheduled or Supplemental—All Other Employees & Drivers	New temporary state transition wording (former national wording)	18	Y	7/1/06	B
TN-B	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Aerial Application, Seeding, Herding, or Scintillometer Surveying: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18A	Y	7/1/06	B
TN-C	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Air Carrier—Commuter—All Other Employees & Drivers	New temporary state transition wording (former national wording)	18B	Y	7/1/06	B

TN-D	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Airport or Heliport Operator—All Employees & Drivers	New temporary state transition wording (former national wording)	18C	Y	7/1/06	A
TN-E	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18D	Y	7/1/06	B
TN-F	Code 7423—AIRCRAFT OR HELICOPTER OPERATION NOC—Other Than Helicopters: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18E	Y	7/1/06	B
TN-G	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Patrol, Photography, Mapping, or Survey Work: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18F	Y	7/1/06	C
TN-H	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18G	Y	7/1/06	B
TN-I	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Sales or Service Agency; Taxi or Sightseeing; Student Instruction: All Other Employees & Drivers	New temporary state transition wording (former national wording)	18H	Y	7/1/06	B
TN-J	Code 7423—AIRCRAFT OR HELICOPTER OPERATION Transportation of Personnel in Conduct of Employer's Business: Ground Crew & Drivers	New temporary state transition wording (former national wording)	18I	Y	7/1/06	D

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EXHIBIT 1—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7403 **AVIATION—Airport or Heliport Operator—All Employees & Drivers**

Applies to ground personnel such as, but not limited to, maintenance and service personnel, information clerks, air traffic controllers, and security personnel. Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crews to be separately rated under the appropriate aviation classification.

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EXHIBIT 1A—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7403 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: AIR CARRIER—SCHEDULED, OR
SUPPLEMENTAL:~~ All Other Employees & Drivers

Applies to ground personnel such as, but not limited to, maintenance and service personnel, cargo and baggage handlers, ticket sellers or information clerks at airports, air traffic controllers, and security personnel. The personnel may be employed by scheduled air carriers, commuter air carriers, supplemental air carriers, or any other commercial aviation operators, including helicopter services. ~~scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more.~~ Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crews to be separately rated under the appropriate aviation classification.

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EXHIBIT 1B—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7403 **AVIATION—Patrol, Photography, Mapping, or Survey Work—All Other Employees & Drivers**
With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory
employees is to be assigned to Code 4361—Photographer. Separately rate flying crew.

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EXHIBIT 1C—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7403 **AVIATION—Transportation of Personnel in Conduct of Employer’s Business—Ground
Crew & Drivers**
Refer to Code 7421 for flying crew.

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EXHIBIT 1D—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7405 ~~AVIATION AIRCRAFT OR HELICOPTER OPERATION:—Air Carrier—Scheduled, Commuter,
or Supplemental—Flying Crew—~~

Applies to scheduled, commuter, or commercial air carriers, including cargo carriers, that ~~certificated as such that~~ conduct operations with fixed-wing aircraft under Part 121 of the Federal Aviation Regulations. ~~and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more.~~ Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. ~~Separately rate all other employees and drivers.~~

Code 7445 ~~is to~~ shall be assigned in conjunction with this code to reflect ~~non-ratable nonratable~~ catastrophe loading. Premium generated by Code 7445 is not subject to experience rating or retrospective rating.

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EXHIBIT 1E—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7420 **AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew**
Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and
drivers.

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EXHIBIT 1F—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7420 ~~AVIATION AIRCRAFT OR HELICOPTER OPERATION: FOREST~~—Aerial Firefighting—Flying
Crew

When firefighting is conducted by helicopter, separately rate to Code 7425.

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INDUSTRY

EXHIBIT 1G—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7420 ~~AVIATION — AIRCRAFT OR HELICOPTER OPERATION: PUBLIC EXHIBITION INVOLVING~~
Stunt Flying, Racing, or Parachute Jumping—Flying Crew
Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and
drivers.

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EXHIBIT 1H—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS7421 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION:—~~Transportation of Personnel in
Conduct of Employer's Business—Flying Crew—

Applies to the payroll of pilots and all members of the flying crew. Also applies to the payroll of executive officers or other employees who engage in the operation of operate fixed-wing aircraft in the conduct of the employer's business. If the records of the employer clearly indicate the weeks in which such employees perform flying is performed by such employees: (1) only the payroll for each week during any part of which the employee has engaged in flight duties is to shall be assigned to this classification, unless the classification applicable to the employee's nonflying operations carries a higher rate, in which case that event such classification shall will apply. (2) The payroll for each week in which no flying has been done shall is to be assigned to those classifications that which would otherwise apply. If the records of the employer do not clearly indicate the weeks in which flying is performed by such employees, the entire payroll for such employees must be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate, in which case that event such classification shall will apply.

A per passenger seat surcharge, subject to a maximum surcharge per aircraft, shall must be charged in addition to the premium otherwise determined under this classification.

These surcharges shall will not be cumulative in the event of substitution of aircraft during the policy period, but these surcharges shall will be cumulative in the event that more than one aircraft is owned or operated during the same policy period. The premium for these surcharges shall will not be subject to any experience rating modification. These surcharges shall will not be subject to the pro rata or short-rate adjustment except in the event of cancellation of the policy. These surcharges and losses to employees, incurred under the policy, other than to members of flying crew, arising out of the operation of an aircraft, are to be reported under Code 9108. The per passenger seat surcharge and the maximum surcharge per aircraft are shown under "Miscellaneous Values" on the state rate pages. Attach Aircraft Premium Endorsement (WC 00 04 01).

Commercial aircraft operation to be separately rated. Separately rate all other employees and drivers.

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EXHIBIT 11—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7422 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: Flight Testing by Mfr.—Aircraft
Manufactured Under an Approved Type Certificate—Flying Crew~~

Code 7422 applies to flight test operations of aircraft other than helicopters. All helicopter operations are assigned to Code 7425. For prototype or experimental aircraft, assign exposure to the one aviation classification that best describes the nature of the aircraft being tested. Separately rate all other employees and drivers.

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EXHIBIT 1J—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7422 ~~AVIATION— AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than
Helicopters—Flying Crew~~
Separately rate all other employees and drivers.

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EXHIBIT 1K—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7422 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION:~~ Patrol, Photography, Mapping, or
Survey Work—Flying Crew

Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and
drivers.

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EXHIBIT 1L—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7422 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION; Sales or Service Agency; TAXI OR
SIGHTSEEING; or Student Instruction—Flying Crew~~

Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and
drivers.

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EXHIBIT 1M—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7425 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: NO~~ Helicopters—Flying Crew

Code 7425 applies to all helicopter operations, including those normally conducted by fixed-wing aircraft. Separately rate all other employees and drivers.

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EXHIBIT 1N—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

7431 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: AIR CARRIER—COMMUTER~~ Air
Charter or Air Taxi—Flying Crew

Applies to air charter, air taxi, and similar operations using fixed-wing aircraft that conduct operations outside of Part 121 of the Federal Aviation Regulations. ~~commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed.~~ Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Separately rate all other employees and drivers.

Code 7453 is to ~~shall~~ be assigned in conjunction with this code to reflect nonratable catastrophe loading. Premium generated by Code 7453 is not subject to experience rating or retrospective rating.

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EXHIBIT 10—NATIONAL CLASSIFICATIONS
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding, or Scintillometer Surveying:~~

~~7409~~

~~Flying Crew~~

~~7423~~

~~All Other Employees & Drivers~~

~~**Air Carrier—Commuter.** Applies to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7431

~~**Flying Crew.** Code 7453 shall be assigned in conjunction with this code to reflect the nonratable catastrophe loading. Premium generated by Code 7453 is not subject to experience rating or retrospective rating.~~

~~7423~~

~~All Other Employees & Drivers~~

~~**Air Carrier—Scheduled or Supplemental.** Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7405

~~**Flying Crew.** Code 7445 shall be assigned in conjunction with this code to reflect the nonratable catastrophe loading. Premium generated by Code 7445 is not subject to experience rating or retrospective rating.~~

7403

~~All Other Employees & Drivers~~

~~7423~~

~~**Airport or Heliport Operator—All Employees & Drivers.** Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.~~

7422

~~**Flight Testing by Mfr.—Aircraft Manufactured Under an Approved Type Certificate—Flying Crew**~~

~~**Flight Testing by Mfr.—Prototype or Experimental Aircraft—Flying Crew.** Assign exposure to the one aircraft classification that best describes the nature of the aircraft being tested.~~

~~**Patrol, Photography, Mapping or Survey Work:**~~

7422

~~Flying Crew~~

~~7423~~

~~**All Other Employees & Drivers.** As respects aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

~~**Public Exhibition Involving Stunt Flying, Racing, or Parachute Jumping:**~~

7420

~~Flying Crew~~

~~7423~~

~~All Other Employees & Drivers~~

~~**Sales or Service Agency; Taxi or Sightseeing; Student Instruction:**~~

7422

~~Flying Crew~~

~~7423~~

~~All Other Employees & Drivers~~

~~**Transportation of Personnel in Conduct of Employer's Business:**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRYEXHIBIT 10—NATIONAL CLASSIFICATIONS (CONT'D)
BASIC MANUAL—2001 EDITION
CLASSIFICATIONS

- 7421 ~~**Flying Crew.** Applies to the payroll of pilots and all members of the flying crew. Also applies to the payroll of executive officers or other employees who engage in the operation of aircraft in the conduct of the employer's business. If the records of the employer clearly indicate the weeks in which flying is performed by such employees, (1) only the payroll for each week during any part of which the employee has engaged in flight duties shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply and (2) the payroll for each week in which no flying has been done shall be assigned to those classifications which would otherwise apply. If the records of the employer do not clearly indicate the weeks in which flying is performed by such employees, the entire payroll for such employees shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply.~~
~~A per passenger seat surcharge, subject to a maximum surcharge per aircraft, shall be charged in addition to the premium otherwise determined under this classification.~~
~~These surcharges shall not be cumulative in the event of substitution of aircraft during the policy period, but these surcharges shall be cumulative in the event more than one aircraft is owned or operated during the same policy period. The premium for these surcharges shall not be subject to any experience rating modification. These surcharges shall not be subject to pro rata or short rate adjustment except in the event of cancellation of the policy. These surcharges and losses to employees, other than members of flying crew, arising out of the operation of an aircraft, are to be reported under Code 9108. The per passenger seat surcharge and the maximum surcharge per aircraft are shown under "Miscellaneous Values" on the state rate pages. Attach Aircraft Premium Endorsement (WG 00 04 01).~~
~~Commercial aircraft operation to be separately rated.~~
- 7420 ~~**Forest Fire Fighting**~~
- ~~7423 **Ground Crew & Drivers**~~
- ~~**NOC—Helicopters:**~~
- 7425 ~~**Flying Crew**~~
- ~~7423 **All Other Employees & Drivers.** As respects aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~
- ~~**NOC—Other Than Helicopters:**~~
- 7422 ~~**Flying Crew**~~
- ~~7423 **All Other Employees & Drivers.** As respects aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

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INDUSTRY

EXHIBIT 1P—NATIONAL RULES
BASIC MANUAL—2001 EDITION
RULE 1-B EXPLANATION OF CLASSIFICATIONS

4. General Exclusions

Some operations in a business are so unusual for the type of business described by the applicable basic classification, that they are separately classified even though the operations are not conducted as a secondary business. These are called general exclusions. They are:

- ~~Aviation~~ Aircraft operation—all operations of the flying and ground crews
- New construction or alterations
- Stevedoring
- Sawmill operations
- Employer-operated day care service

Refer to *User's Guide* for an example.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 1Q—NATIONAL RULES
BASIC MANUAL—2001 EDITION
RULE 2-E-1 EXECUTIVE OFFICERS

c. Executive Officers Performing Flight Duties

Payroll of an executive officer who is a pilot or member of the flying crew of an aircraft used in the insured's business must be assigned as follows:

- (1) For each week that the executive officer did not perform flight duties, assign the executive officer's payroll to the classification that applies to the principal operations in which the executive officer is engaged.
- (2) For each week that the executive officer performed flight duties, assign the officer's payroll for that week to Code 7421—~~Aviation Aircraft Operation~~—Flying Crew. However, if the executive officer's nonflying duties in that week are subject to a higher rated classification, assign that higher rated classification for that week.

Note: The above rules apply on the basis of the pilot's logbook, which is required under federal regulations, or on the basis of verifiable records.

- (3) If Code 7421—~~Aviation Aircraft Operation~~—Flying Crew applies and verifiable records are not kept to indicate those weeks during which flying is performed by the executive officer, assign the executive officer's payroll to the highest rated classification that applies to any of their duties.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 2—ALABAMA SPECIFIC PROPOSAL**NCCI recommends the following Alabama-specific classification treatment:**

The nine existing classification codes with state special wording in Alabama for this industry have a subtle, yet significant difference from the existing national wording. Instead of a section heading of “Aircraft or Helicopter Operation,” in Alabama the section heading is “Aircraft Operation.” This difference creates state-specific exceptions for the classification treatment of certain helicopter operations. NCCI is recommending the national section heading for this industry be amended to “Aviation” and that all helicopter flying crew operations be classified to Code 7425—Aviation—Helicopters—Flying Crew. The newly proposed national treatments match the Alabama exception treatments. NCCI, therefore, proposes that Alabama adopt all of the newly defined national wording in place of their state special wording. More specifically:

- Code 7423 will be discontinued nationally, and combined with Code 7403. NCCI recommends that Alabama also discontinue its five state special treatments for Code 7423 and adopt the newly created and newly defined national classification wording for Code 7403.
- Discontinue the Alabama state special classification treatment for Code 7420 covering the flying crew of aerial application, seeding, herding, or scintillometer surveying operations and adopt the newly created national classification wording for this code. There are no substantive differences between the Alabama wording and the newly created national wording for Code 7420.
- Discontinue the Alabama state special classification treatment for Code 7421 covering the flying crew for transporting personnel in the conduct of an employer’s business and adopt the newly defined national classification treatment for this code. There are no substantive differences between the Alabama wording and the newly defined national wording for Code 7421.
- Discontinue the Alabama state special classification treatment for Code 7422 covering the not otherwise classified (NOC) flying crew and adopt the newly defined national classification treatment for this code. There are no substantive differences between the Alabama wording and the newly defined national wording for Code 7422.
- Discontinue the Alabama state special classification treatment for Code 7425 covering the NOC flying crew of helicopters and adopt the newly defined national classification treatment for this code.

Implementation: All the proposed changes for Alabama will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRYEXHIBIT 2A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALABAMA
BASIC MANUAL—2001 EDITION
ALABAMA SPECIAL CLASSIFICATIONS**AIRCRAFT OPERATION**~~**Aerial Application, Seeding, Herding or Scintillometer Surveying:**~~

7420

~~**Flying Crew**~~~~7423~~~~**All Other Employees & Drivers**~~~~7423~~~~**Airport Operator—All Employees & Drivers.** Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft operation classification.~~~~**Helicopter:**~~

7425

~~**Flying Crew**~~~~7423~~~~**All Other Employees & Drivers.** All operations of helicopters licensed under approved type certificate must be assigned to this classification except that helicopter operations qualifying for the application of Classification Code 7405 or 7421 shall be assigned to those classifications.~~~~**Transportation of Personnel in Conduct of Employer's Business:**~~

7421

~~**Flying Crew.** Applies to the payroll of pilots and all members of the flying crew. Also applies to the payroll of executive officers or other employees who engage in the operation of aircraft in the conduct of the employer's business. If the records of the employer clearly indicate the weeks in which flying is performed by such employees, (1) only the payroll for each week during any part of which the employee has engaged in flight duties is assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification must apply and (2) the payroll for each week in which no flying has been done is assigned to those classifications that would otherwise apply. If the records of the employer do not clearly indicate the weeks in which flying is performed by such employees, the entire payroll for such employees is assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification must apply.~~~~A per passenger seat surcharge, subject to a maximum surcharge per aircraft, must be charged in addition to the premium otherwise determined under this classification. These surcharges must not be cumulative in the event of substitution of aircraft during the policy period, but these surcharges must be cumulative in the event more than one aircraft is owned or operated during the same policy period. The premium for these surcharges must not be subject to any experience rating modification. These surcharges are not subject to pro rata or short rate adjustment except in the event of cancellation of the policy. These surcharges and losses to employees, other than members of flying crew, arising out of the operation of an aircraft, are to be reported under Code 9108. The per passenger seat surcharge and the maximum surcharge per aircraft are shown under "Miscellaneous Values" on the state rate pages. Attach Aircraft Premium Endorsement (WC 00-04-01).~~~~Commercial aircraft operation to be separately rated.~~~~7423~~~~**Ground Crew**~~~~**NOG:**~~

7422

~~**Flying Crew**~~~~7423~~~~**All Other Employees & Drivers.** As respects aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 3—ALASKA SPECIFIC PROPOSAL**NCCI recommends the following Alaska specific classification treatment:**

- Discontinue Alaska state special Code 7418—Aircraft or Helicopter Operation—Patrol, Photography Mapping or Survey Work: Flying Crew and reassign all insureds having operations previously under Code 7418 to newly defined national Code 7422. All experience from Code 7418 will be moved to Code 7422.
Impact: A review has been conducted using the current approved loss cost filing experience to determine the need for a loss cost transition program to minimize the impact of the these proposed changes. Based on the result of this review it is recommended that Alaska needs a three-year transition program. Using the combined experience from the two codes to calculate a transitioned loss cost will minimize the change to overall statewide premium. The impact to individual risk premium will vary depending on current payroll distribution between the two codes and the resulting combined or transitioned loss cost. Therefore, it is proposed that effective 12:01 a.m., July 1, 2006, an internal transition program be executed by NCCI to provide a three-year rate/loss cost and rating value transition for Codes 7418 and 7422.
Implementation: The transition program will be implemented with the Alaska rate filing on or after July 1, 2006. The rules of a three-year transition program are outlined in Exhibit 23 and an example of a three-year transition program calculation is displayed in Exhibit 23A.
As of July 1, 2009, for new and renewal business, Code 7418 will be discontinued and all insureds having operations previously under Code 7418 be reassigned to Code 7422.
- Alaska has two state special treatments for Code 7405, the flying crew of both commuter and scheduled air carriers operating under FAR 121. NCCI proposes to merge the two treatments into one state special phraseology to more closely align with the national changes. The Alaska state special treatment, Code 8003 for counter personnel engaged exclusively in selling or processing tickets, checking baggage, and providing information to passengers will remain, as will the use of Alaska state special ground crew classification, Code 7414.
- Alaska has ten different phraseologies for state special Code 7414 covering most ground crew operations. NCCI recommends keeping the state special code, while amending and consolidating the various wording into four remaining phraseologies to more closely align with the changes recommended nationally. Also, to be consistent with the changes proposed nationally, NCCI recommends assigning air traffic controllers in Alaska to Code 7414—Aviation—Airport or Heliport Operator—All Employees & Drivers.
- Discontinue the two Alaska state special classification treatments for Code 7420 covering the flying crew of aerial applicators and stunt flying and adopt the newly created and newly defined national classification wording for this code. There are no substantive differences between the Alaska wording and the newly defined national wording for Code 7420.
- Discontinue the Alaska state special classification treatment for Code 7421 covering the flying crew for transporting personnel in the conduct of an employer's business and adopt the newly defined national classification treatment for this code. There are no substantive differences between the Alaska wording and the newly defined national wording for Code 7421.
- Discontinue the two Alaska Code 7422 state special classification treatments for the flying crew of not otherwise classified (NOC) operations—other than helicopter, and sales or service agencies, or student instruction and adopt the newly defined national classification treatments for this code. Note that the national change proposed in the memorandum section of this item (which is also proposed to apply in Alaska in place of the state special) reassigns the flying crew of air taxi or sightseeing operations from Code 7422 to Code 7431.
- Discontinue the Alaska state special classification treatment for Code 7425 covering the NOC flying crew of helicopters and adopt the newly defined national classification treatment for this code.
- Discontinue the Alaska state special classification treatment for Code 7431 covering the flying crew of commuter air carriers and adopt the newly defined national classification treatment for this code.

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INDUSTRY

EXHIBIT 3—ALASKA SPECIFIC PROPOSAL (CONT'D)

- Consolidate the five phraseologies for Alaska state special Code 8003 into a single phraseology and amend the wording to update the name of the industry to Aviation.

Implementation: All the proposed changes for Alaska, other than discontinuing Code 7418, are to be implemented on the effective date of this item, July 1, 2006.

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INDUSTRY

EXHIBIT 3A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

7405 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION~~ Air Carrier—Scheduled, Commuter,
or Supplemental—Flying Crew

Applies to scheduled, commuter, or commercial air carriers, including cargo carriers, that conduct operations with fixed-wing aircraft under Part 121 of the Federal Aviation Regulations. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Refer to Code 7414 for all other employees and drivers.

Code 7445 is to ~~shall~~ be assigned in conjunction with this code to reflect nonratable catastrophe loading. Premium generated by Code 7445 is not subject to experience rating or retrospective rating.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 3B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

7414 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION~~ Airport or Heliport Operator—All
Employees & Drivers

Applies to ground personnel such as, but not limited to, maintenance and service personnel, air traffic controllers, and security personnel. Ticket sellers and information clerks at airports or heliports to be separately rated as Code 8003. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crews to be separately rated under the appropriate aviation classification.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 3C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS7414 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: Air Carrier—Commuter—All Other
Employees & Drivers~~

Applies to ground personnel such as, but not limited to, maintenance and service personnel, cargo and baggage handlers, air traffic controllers, and security personnel. The personnel may be employed by scheduled air carriers, commuter air carriers, supplemental air carriers, or any other commercial aviation operators, including helicopter services. Refer to Code 8003 for counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crews to be separately rated under the appropriate aviation classification.

~~Applies to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations (FAR) that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

~~The three foregoing classifications apply to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations, that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed.~~

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INDUSTRY

EXHIBIT 3D—STATE SPECIAL CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

7414 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION~~ Patrol, Photography, Mapping, or
Survey Work—All Other Employees & Drivers

With regard to ~~As respects~~ aerial photography, mapping, or survey work, the payroll of the
ground laboratory employees ~~is to shall~~ be assigned to Code 4361—Photographers. Separately
rate flying crew.

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INDUSTRY

EXHIBIT 3E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

7414 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION~~ Transportation of Personnel in
Conduct of Employer's Business:—Ground Crew & Drivers
Refer to Code 7421 for flying crew.

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INDUSTRY

EXHIBIT 3F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

7431 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: Air Carrier—Commuter; Air Charter
or Air Taxi—Flying Crew—Operating Under FAR 127 or 135.~~

Applies to air charter, air taxi, and similar operations using fixed-wing aircraft that conduct operations outside of Part 121 of the Federal Aviation Regulations. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical. Refer to Code 7414 for ground crew personnel.

Code 7453 is to ~~shall~~ be assigned in conjunction with this code to reflect nonratable catastrophe loading. Premium generated by Code 7453 is not subject to experience rating or retrospective rating.

~~Applies to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations (FAR) that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

~~The three foregoing classifications apply to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations, that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed.~~

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EXHIBIT 3G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA
BASIC MANUAL—2001 EDITION
ALASKA SPECIAL CLASSIFICATIONS

8003 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: Air Carrier—Commuter: Ticket
Sellers and Information Clerks at Airports or Heliports—~~

This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage, and providing information to passengers. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

~~Applies to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations (FAR) that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

~~The three foregoing classifications apply to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations, that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed.~~

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EXHIBIT 3H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA

BASIC MANUAL—2001 EDITION

ALASKA SPECIAL CLASSIFICATIONS

NOTE: CODE 7418 WILL BE DISCONTINUED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM. ALL OTHER CHANGES WILL BE IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM.

~~AIRCRAFT OR HELICOPTER OPERATION~~~~Aerial Application, Seeding, Herding or Scintillometer Surveying:~~

7420

~~Flying Crew~~

7414

~~All Other Employees & Drivers~~

~~Air Carrier—Commuter:~~ Applies to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations (FAR) that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

7431

~~Flying Crew Operating Under FAR 127 or 135.~~ Code 7453 shall be assigned in conjunction with this code to reflect the nonratable catastrophe loading. Premium generated by Code 7453 is not subject to experience rating or retrospective rating.

7405

~~Flying Crew Operating Under FAR 121.~~ Code 7445 shall be assigned in conjunction with this code to reflect the nonratable catastrophe loading. Premium generated by Code 7445 is not subject to experience rating or retrospective rating.

8003

~~Ticket Sellers and Information Clerks at Airports or Heliports.~~ This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers.
~~Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7414

~~All Other Employees & Drivers.~~ The three foregoing classifications apply to commuter air carriers operating under Part 121, Part 127 or Part 135 of the Federal Aviation Regulations, that use aircraft seating 30 or fewer passengers or payloads less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed.

~~Air carrier—Scheduled or Supplemental:~~

7405

~~Flying Crew.~~ Code 7445 shall be assigned in conjunction with this code to reflect the nonratable catastrophe loading. Premium generated by Code 7445 is not subject to experience rating or retrospective rating.

8003

~~Ticket Sellers and Information Clerks at Airports or Heliports.~~ This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers.
~~Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7414

~~All Other Employees & Drivers.~~ The three foregoing classifications apply to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations

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EXHIBIT 3H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA (CONT'D)

- ~~under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more.~~
- 7414 ~~**Airport or Heliport Operator—All Employees & Drivers.**~~ Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.
- 7422 ~~**Flight Testing by Mfr.—Aircraft Manufactured Under an Approved Type Certificate—Flying Crew**~~
- ~~**Flight Testing by Mfr.—Prototype or Experimental Aircraft—Flying Crew.**~~ Refer to the rating organization having jurisdiction for the applicable classification.
- ~~**Patrol, Photography Mapping or Survey Work:**~~
- ~~7418 **Flying Crew**~~
- 7414 ~~**All Other Employees & Drivers.**~~ As respects aerial photography mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.
- ~~**Public Exhibition Involving Stunt Flying, Racing or Parachute Jumping:**~~
- 7420 ~~**Flying Crew**~~
- 7414 ~~**All Other Employees & Drivers**~~
- ~~**Sales or Service Agency; Taxi or Sightseeing; Student Instruction:**~~
- 7422 ~~**Flying Crew**~~
- 8003 ~~**Ticket Sellers and Information Clerks at Airports or Heliports.**~~ This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers.
- ~~Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~
- 7414 ~~**All Other Employees & Drivers.**~~ The three foregoing classifications may apply as respects air carriers engaged in taxi or sightseeing operations.
- ~~**Transportation of Personnel in Conduct of Employer's Business:**~~
- 7421 ~~**Flying Crew.**~~ Applies to the payroll of pilots and all members of the flying crew. Also applies to the payroll of executive officers or other employees who engage in the operation of aircraft in the conduct of the employer's business. If the records of the employer clearly indicate the weeks in which flying is performed by such employees, (1) only the payroll for each week during any part of which the employee has engaged in flight duties shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply and (2) the payroll for each week in which no flying has been done shall be assigned to those classifications which would otherwise apply. If the records of the employer do not clearly indicate the weeks in which flying is performed by such employees, the entire payroll for such employees shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply.
- ~~A per passenger seat surcharge, subject to a maximum surcharge per aircraft, shall be charged in addition to the premium otherwise determined under this classification. These surcharges shall not be cumulative in the event of substitution of aircraft during the policy period; but these surcharges shall be cumulative in the event more than one aircraft is owned or operated during the same policy period. The premium for these surcharges shall not be subject to any experience rating modification. These surcharges shall not be subject to pro rata or short rate adjustment except in the event of cancellation of the policy. These surcharges and losses to employees, other than members of flying crew, arising out of the operation of an aircraft, are to be reported under Code 9108. The per passenger seat~~

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INDUSTRY

EXHIBIT 3H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ALASKA (CONT'D)

~~surcharge and the maximum surcharge per aircraft are shown under "Miscellaneous Values" on the state rate pages. Attach Aircraft Premium Endorsement (WC 00 04 01). Commercial aircraft operation to be separately rated.~~

7414 ~~Ground Crew~~

~~NOC—Helicopters:~~

7425 ~~Flying Crew~~

8003 ~~Ticket Sellers and Information Clerks at Airports or Heliports. This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7414 ~~All Other Employees & Drivers. As respects aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

~~NOC—Other Than Helicopters:~~

7422 ~~Flying Crew~~

8003 ~~Ticket Sellers and Information Clerks at Airports or Heliports. This classification is available only to counter personnel engaged exclusively in selling or processing tickets, checking baggage and providing information to passengers. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

7414 ~~All Other Employees & Drivers. As respects aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

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INDUSTRY

EXHIBIT 4—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**

Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

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INDUSTRY

EXHIBIT 4A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 4I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARIZONA
BASIC MANUAL—2001 EDITION
ARIZONA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 5—ARKANSAS SPECIFIC PROPOSAL

NCCI recommends the following Arkansas-specific classification-related changes:

- Update the Arkansas state rule exception Rule 2-G-5 to incorporate the nationally proposed changes to the referenced aviation codes.

Implementation: This proposed change for Arkansas will be implemented in two stages. First, the discontinuation of Code 7409 will be implemented on the effective date of this item. Then, the discontinuation of Code 7423 will be implemented later, on the completion date of the transition program.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5J—STATE SPECIFIC CLASSIFICATIONS APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
ARKANSAS SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 5K—STATE SPECIFIC RULES APPLYING IN ARKANSAS
BASIC MANUAL—2001 EDITION
RULE 2—PREMIUM BASIS AND PAYROLL ALLOCATION

G. INTERCHANGE OF LABOR

Add the following to Rule 2-G:

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

5. Rules regarding interchange of labor as described in Rule 2-G-1-4 apply for Code ~~7409—Aircraft or Helicopter Operation~~ 7420—Aviation. Code ~~7409—Aircraft or Helicopter Operation: 7420—Aviation—Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew~~ to be used in conjunction with Code 7423—Aircraft or Helicopter Operation: Air Carrier—Commuter: All Other Employees & Drivers.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

5. Rules regarding interchange of labor as described in Rule 2-G-1-4 apply for Code 7420—Aviation. Code 7420—Aviation—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew to be used in conjunction with Code ~~7423—Aircraft or Helicopter Operation: Air Carrier—Commuter: 7403—Aviation—All Other Employees & Drivers.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 6—GEORGIA SPECIFIC PROPOSAL

NCCI recommends the following Georgia-specific classification treatment:

- Discontinue Code 7423 nationally and combine it with Code 7403. NCCI also recommends that Georgia discontinue its state special classification treatment for Code 7423 covering the ground crew of aerial application, seeding, herding, or scintillometer surveying operations and adopt the newly defined national classification treatment for Code 7403.
- Discontinue the Georgia state special classification treatment for Code 7420 covering the flying crew of aerial application, seeding, herding, or scintillometer surveying operations and adopt the newly created national classification wording for this code. There are no substantive differences between the Georgia wording and the newly created national wording for Code 7420.

Implementation: All the proposed changes for Georgia will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 6A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN GEORGIA
BASIC MANUAL—2001 EDITION
GEORGIA SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding or Scintillometer Surveying~~

7420

~~Flying Crew~~

~~7423~~

~~All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7—LOUISIANA SPECIFIC PROPOSAL

NCCI recommends the following Louisiana specific classification treatment:

- Discontinue Code 7423 nationally and combine it with Code 7403. NCCI also recommends that Louisiana discontinue its two state special treatments for Code 7423 covering the ground crew of aerial applicators and stunt flyers and adopt the newly defined national classification treatments for Code 7403.

Implementation: This proposed change for Louisiana will be implemented on the completion date of the transition program.

- Discontinue Code 7409 nationally and combine it with Code 7420. NCCI also recommends that Louisiana discontinue its state special treatment for Code 7409 dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying and transfer it to newly created state special classification wording for Code 7420. This state special treatment will continue to provide flying crew payroll instructions.
- Keep the Louisiana state special classification treatment for Code 7420 dealing with the flying crew for stunt flying, racing, or parachute jumping. This state special treatment will continue to provide flying crew payroll instructions.
- Update the Louisiana state special footnote page of the Miscellaneous Value pages to incorporate the proposed changes to the referenced aviation codes.

Implementation: All the proposed changes for Louisiana, other than discontinuing Code 7423, will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

7420 **AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew**
Total payroll of the flying crew must be used for premium calculation purposes, subject, however, to a maximum per week per employee payroll limitation found in the State Rate pages. Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and drivers.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIFIC CLASSIFICATIONS

7420 ~~AVIATION—AIRCRAFT OR HELICOPTER OPERATION: Public Exhibition, Involving Stunt
Flying, Racing, or Parachute Jumping: Flying Crew~~

Total payroll of the flying crew must be used for premium calculation purposes, subject, however, to a maximum per week per employee payroll limitation found in the State Rate pages. Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and drivers.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7J—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7K—STATE SPECIFIC CLASSIFICATIONS APPLYING IN LOUISIANA
BASIC MANUAL—2001 EDITION
LOUISIANA SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

AIRCRAFT OR HELICOPTER OPERATION

Aerial Application, Seeding, Herding, or Scintillometer Surveying:

~~7409~~ ~~Flying Crew.~~ Total payroll of the flying crew must be used for premium calculation purposes, subject, however, to a maximum per week per employee payroll limitation found in the State Rate pages.

7423 All Other Employees & Drivers

Public Exhibition, Involving Stunt Flying, Racing or Parachute Jumping:

~~7420~~ ~~Flying Crew.~~ Total payroll of the flying crew must be used for premium calculation purposes, subject, however, to a maximum per week per employee payroll limitation found in the State Rate pages.

7423 All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding, or Scintillometer Surveying:~~

~~7423~~ ~~All Other Employees & Drivers~~

~~Public Exhibition, Involving Stunt Flying, Racing or Parachute Jumping:~~

~~7423~~ ~~All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 7L

BASIC MANUAL—2001 EDITION

LOUISIANA FOOTNOTES

* Class Codes with Specific Footnotes

~~7409, 7420~~

~~\$5400 payroll for Aircraft or Helicopter Operation Aviation—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew and for Aviation—Stunt Flying, Racing or Parachute Jumping—Flying Crew~~

LOUISIANA ADVISORY MISCELLANEOUS VALUES

Basis of premium applicable in accordance with the footnote instructions for Code:

7409 Aircraft or Helicopter Operation: 7420—Aviation—Aerial Application, Seeding, Herding, or Scintillometer Surveying:—Flying Crew:	
per employee per week.....	\$5400.00
7420—Public Exhibition, Involving—Aviation—Stunt Flying, Racing or Parachute Jumping:—Flying Crew:	
per employee per week.....	\$5400.00

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8—MAINE SPECIFIC PROPOSAL

NCCI recommends the following Maine-specific classification treatment:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that Maine also discontinue its state special classification treatment for Code 7423, dealing with the ground crew for aerial application, seeding, herding, or scintillometer surveying, and adopt the newly defined national classification treatment for Code 7403.

Implementation: This proposed change for Maine will be implemented on the completion date of the transition program.

- Discontinue the Maine state special classification treatment for Code 7420, dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying, and adopt the newly created national classification wording for this code. There are no substantive differences between the Maine wording and the newly created national wording for Code 7420.

Implementation: This proposed change for Maine will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 8J—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MAINE
BASIC MANUAL—2001 EDITION
MAINE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

AIRCRAFT OR HELICOPTER OPERATION

Aerial Application, Seeding, Herding or Scintillometer Surveying:

7420

~~Flying Crew~~

7423

All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding or Scintillometer Surveying:~~

~~7423~~

~~All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**

Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 9I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MARYLAND
BASIC MANUAL—2001 EDITION
MARYLAND SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 10—MISSISSIPPI SPECIFIC PROPOSAL

NCCI recommends the following Mississippi-specific classification treatment:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that Mississippi also discontinue its state special treatment for Code 7423, covering the ground crew for aerial application, seeding, herding, or scintillometer surveying, and adopt the newly defined national classification treatment for Code 7403.
- Code 7409 will be discontinued nationally and combined with Code 7420. NCCI recommends that Mississippi also discontinue its state special treatment for Code 7409, dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying, and transfer it to newly created state special classification wording for Code 7420. This state special treatment will continue to provide flying crew payroll instructions.

Implementation: All the proposed changes for Mississippi will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 10A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSISSIPPI
BASIC MANUAL—2001 EDITION
MISSISSIPPI SPECIAL CLASSIFICATIONS

7420 **AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew**

Total payroll of the flying crew will be used for premium calculation purposes, subject, however, to a maximum of an average of \$300 per week per employee for the total time employed during the policy period. Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and drivers.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 10B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSISSIPPI
BASIC MANUAL—2001 EDITION
MISSISSIPPI SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding or Scintillometer Surveying:~~

- ~~-7409- -Flying Crew. Total payroll of the flying crew shall be used for premium calculation purposes, subject, however, to a maximum of an average of \$300 per week per employee for the total time employed during the policy period.~~
- ~~-7423- -All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11—MISSOURI SPECIFIC PROPOSAL

NCCI recommends the following Missouri-specific classification treatment:

- Discontinue Missouri state special Code 7418, covering the flying crew for patrol, photography mapping, or survey work previously under Code 7418, and transfer such operations to newly defined national Code 7422. All experience from Code 7418 will be moved to Code 7422. There are no substantive differences between the Missouri wording and the newly defined national wording for Code 7422.

Rate Determination: Initially the new rate/loss cost for Code 7422 will be calculated as a payroll weighted average of the rate/loss costs of Code 7418 and Code 7422. Thereafter, the data for Code 7418 will be combined with the data for Code 7422 prior to deriving the rate/loss cost.

Impact: A review has been conducted using the current approved loss cost filing experience to determine the need for a loss cost transition program to minimize the impact of this proposed change. Based on the result of this review, it is recommended that Missouri would not need a transition. Using the combined experience from the two codes to calculate a single loss cost will minimize the change to overall statewide premium. The impact to individual risk premium will vary depending on current payroll distribution between the two codes and the resulting combined loss cost.

Implementation: This proposed change for Missouri will be implemented on the effective date of this item.

- Update Missouri state rule exception Rule 2–E-1–c to incorporate the nationally proposed changes to the referenced aviation code.

Implementation: This proposed change for Missouri will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certified as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11J—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11K—STATE SPECIFIC CLASSIFICATIONS APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
MISSOURI SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Patrol, Photography Mapping or Survey Work~~

~~7418 Flying Crew~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 11L—STATE SPECIFIC RULES APPLYING IN MISSOURI
BASIC MANUAL—2001 EDITION
RULE 2-E-1 EXECUTIVE OFFICERS

c. Executive Officers Performing Flight Duties

Change Rule 2-E-1-c(2) as follows:

- (2) For each week that the executive officer performed flight duties, assign the officer's payroll for that week to Code 7421—~~Aviation Aircraft Operation~~—Flying Crew or other appropriate aircraft operation classification.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12—NEVADA SPECIFIC PROPOSAL

NCCI recommends the following Nevada-specific classification treatment:

- Discontinue state special Code 7408—Aircraft Or Helicopter Operation: Search, Rescue And Law Enforcement—Volunteer—All Members Of Flying Crew & Clerical, Salespersons. There have been no exposures or claims reported for this code since 2000. Any future exposure will be assigned to Code 7422 (aircraft) or Code 7425 (helicopter).

Impact: No experience has been reported under this code since 2000. Therefore, this should not result in a change to individual risk or statewide premium in Nevada.

- Nevada has two state special treatments for Parachute Jumping: Code 7420—Parachute Jumping Conducted By Licensed Skydiving Schools That Are Certified By The Federal Aviation Administration Under Part 105 Of The Federal Aviation Regulations, and Code 7422—Parachute Jumping For Public Exhibition. NCCI recommends updating the wording for these two state specials to be consistent with other aviation-related changes.

Implementation: All of the proposed changes for Nevada will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEVADA
BASIC MANUAL—2001 EDITION
NEVADA SPECIAL CLASSIFICATIONS

7420 **AVIATION—Parachute Jumping For Public Exhibition**

Refer to Code 7422 for parachute jumping by licensed skydiving schools that are certified by the Federal Aviation Administration under Part 105 of the Federal Aviation Regulations. **Separately rate all other employees and drivers.**

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEVADA
BASIC MANUAL—2001 EDITION
NEVADA SPECIAL CLASSIFICATIONS

7422

AVIATION—Parachute Jumping Conducted by Licensed Skydiving Schools that are Certified by the Federal Aviation Administration under Part 105 of the Federal Aviation Regulations

Refer to Code 7420 for public exhibition parachute jumping. **Separately rate all other employees and drivers.**

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEVADA
BASIC MANUAL—2001 EDITION
NEVADA SPECIAL CLASSIFICATIONS

~~7408~~ ~~AIRCRAFT OR HELICOPTER OPERATION—SEARCH, RESCUE AND LAW
ENFORCEMENT—VOLUNTEER—ALL MEMBERS OF FLYING CREW & CLERICAL,
SALESPERSONS~~

~~Applies to the Civil Air Patrol, Nevada Wing of Patrol Volunteers.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEVADA
BASIC MANUAL—2001 EDITION
NEVADA SPECIAL CLASSIFICATIONS

7420 ~~PARACHUTE JUMPING FOR PUBLIC EXHIBITION~~

~~Refer to Code 7422 for parachute jumping by licensed skydiving schools that are certified by the
Federal Aviation Administration under Part 105 of the Federal Aviation Regulations.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 12E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEVADA
BASIC MANUAL—2001 EDITION
NEVADA SPECIAL CLASSIFICATIONS

- 7422 ~~PARACHUTE JUMPING CONDUCTED BY LICENSED SKYDIVING SCHOOLS THAT ARE
CERTIFIED BY THE FEDERAL AVIATION ADMINISTRATION UNDER PART 105 OF THE
FEDERAL AVIATION REGULATIONS~~
~~Refer to Code 7420 for public exhibition parachute jumping.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13—NEW MEXICO SPECIFIC PROPOSAL

NCCI recommends the following New Mexico-specific classification treatment:

- Code 7423 will be discontinued nationally, and combined with Code 7403. NCCI recommends that New Mexico also discontinue its state special treatment for Code 7423 dealing with the ground crew for aerial application, seeding, herding, or scintillometer surveying and adopt the newly defined national classification treatment for Code 7403.

Implementation: This proposed change for New Mexico will be implemented on the completion date of the transition program.

- Discontinue the New Mexico state special classification treatment for Code 7420 dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying and adopt the newly created national classification wording for this code. There are no substantive differences between the New Mexico wording and the newly created national wording for Code 7420.

Implementation: This proposed change for New Mexico will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such, that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points, and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 13J—STATE SPECIFIC CLASSIFICATIONS APPLYING IN NEW MEXICO
BASIC MANUAL—2001 EDITION
NEW MEXICO SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

AIRCRAFT OR HELICOPTER OPERATION

Aerial Application, Seeding, Herding, or Scintillometer Surveying:

7420

~~Flying Crew~~ ■

7423

All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding, or Scintillometer Surveying:~~

~~7423~~

~~All Other Employees & Drivers~~

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 14—OKLAHOMA SPECIFIC PROPOSAL

NCCI recommends the following Oklahoma-specific classification treatment:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that Oklahoma also discontinue its state special classification treatment for Code 7423 dealing with the ground crew for aerial application, seeding, herding, or scintillometer surveying and adopt the newly defined national classification treatment for Code 7403.
- Discontinue the Oklahoma state special classification treatment for Code 7420 dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying and adopt the newly created national classification wording for this code. There are no substantive differences between the Oklahoma wording and the newly created national wording for Code 7420.

Implementation: All of the proposed changes for Oklahoma will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 14A—STATE SPECIAL CLASSIFICATIONS APPLYING IN OKLAHOMA
BASIC MANUAL—2001 EDITION
OKLAHOMA SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~Aerial Application, Seeding, Herding or Scintillometer Surveying~~

7420

~~Flying Crew~~

~~7423~~

~~All Other Employees & Drivers~~

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 15—OREGON SPECIFIC PROPOSAL

NCCI recommends the following Oregon-specific classification treatment:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that Oregon also discontinue its state special classification treatment for Code 7423 covering all other employees and drivers and adopt the newly created and newly defined national classification wording for Code 7403. The existing Oregon state special treatment is a consolidation of several of the Code 7423 phraseologies. The newly created and newly defined national treatments for Code 7403 take this consolidation a step further and merge 10 phraseologies from the two codes into four phraseologies, all assigned to Code 7403. There are no substantive differences between the Oregon wording and the newly created and newly defined national wording for Code 7403.
- Discontinue the Oregon state special treatment for Code 7422 and adopt the newly defined national classification treatments for this code. The national changes proposed in the Memorandum section of this item shift the flying crew of taxi or sightseeing operations to Code 7431. That leaves four types of flying crew operations remaining in Code 7422: Flight Testing; NOC-Other Than Helicopters; Patrol, Photography, Mapping, or Survey Work; and Sales or Service Agency or Student Instruction. Other than the reassignment of the flying crew of taxi or sightseeing operations, there are no substantive differences between the Oregon wording, and the newly defined national wording for Code 7422.
- Update Oregon state rule exceptions for Rule 1-B-4 and Rule 2-G to incorporate the nationally proposed changes to the referenced aviation codes.

Implementation: All of the proposed changes for Oregon will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 15A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN OREGON
BASIC MANUAL—2001 EDITION
OREGON SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATION~~

~~For additional applications of aircraft or helicopter operation in Part Two pages:~~

~~Note:~~

- ~~1. As respects aerial photography, mapping or survey work, the payroll for the flying crew when involved in on the ground laboratory work and on the ground laboratory employees shall be assigned to Code 4361—Photographer.~~
- ~~2. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

~~7423~~ ~~**All Other Employees & Drivers.**~~ Includes, but not limited to, ticket sellers and information clerks at the airport location, baggage handlers, mechanics, service personnel, employees engaged in repair of radio navigational equipment, hangar personnel, cargo handlers, porters, security or screening personnel, watch guards, fuel attendants, etc.

7422 ~~**Sales or Service Agency; Taxi or Sightseeing; Student Instruction; Flying Crew.**~~ Includes flight testing by manufacturers; patrol; photography, including mapping or survey work; production of topographic maps; and operation of aircraft, except helicopters, when not otherwise classified.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 15B—STATE SPECIFIC RULES APPLYING IN OREGON
BASIC MANUAL—2001 EDITION
RULE 1-B-4 GENERAL EXCLUSIONS

4. General Exclusions

Change Rule 1-B-4 as follows:

Some operations in a business are so unusual for the type of business described by the applicable basic classification, that they are separately classified even though the operations are not conducted as a secondary business. These are called general exclusions. They are:

- ~~Aviation~~ Aircraft operation—all operations of the flying and ground crews
- New construction or alterations
- Stevedoring
- Sawmill operations
- Child day care centers and child day camps

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 15C—STATE SPECIFIC RULES APPLYING IN OREGON
BASIC MANUAL—2001 EDITION
RULE 2 PREMIUM BASIS AND PAYROLL ALLOCATION

G. INTERCHANGE OF LABOR

Change Rule 2-G as follows:

3. When a division of payroll exists for an individual employee, payroll for holidays, non-excludable bonuses, sick pay, travel pay, and all other forms of payroll not directly attributable to a specific classification code must be allocated on a pro rata basis to the various classification codes applicable to the employee. If records are not summarized by individual or if they are not adequate to make this allocation, any associated payroll must be assigned to the highest rated class code applicable to the individual/policy.
4. This rule is not applicable in Oregon.

Exceptions to 2-G:

Change Exceptions 1 and 2 as follows:

1. This exception does not apply in Oregon. Codes 8810—Clerical Office Employees and Clerical Telecommuter Employees, 8742—Salespersons, Collectors, or Messengers—Outside and 8748—Automobile Salespersons are available for division of payroll.
2. Code 5606—Contractor—Executive Supervisor is not available for division of payroll under this rule except:
 - a. With Code 8227—Construction or Erection Permanent Yard
 - b. With Code 7421—~~Aviation Aircraft or Helicopter Operations~~
 - c. When an employee has a distinct change in duties and is assigned to another job site.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 16—RHODE ISLAND SPECIFIC PROPOSAL**NCCI recommends the following Rhode Island-specific classification treatment:**

The nine existing classification codes with state special wording in Rhode Island for this industry have a subtle, yet significant, difference from the existing national wording; instead of a section heading of 'Aircraft or Helicopter Operation, in Rhode Island, the section heading is 'Aircraft Operation'. This difference creates state specific exceptions for the classification treatment of certain helicopter operations. Rhode Island also has unique state classification treatment for the segment heading 'Airline—Nonscheduled' affecting Codes 7423 and 7431.

NCCI is recommending that the national section heading for this industry be amended to 'Aviation' and that all helicopter flying crew operations be classified to Code 7425—Aviation—Helicopters—Flying Crew. NCCI proposes that Rhode Island adopt all of the newly defined national wording in place of its state special wording. More specifically:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that Rhode Island also discontinue its five state special classification treatments for Code 7423 and adopt the newly created and newly defined national classification wording for Code 7403.
- Discontinue the Rhode Island state special classification treatment for Code 7421 covering the flying crew for transporting personnel in the conduct of an employers business and adopt the newly defined national classification treatment for this code. There are no substantive differences between the Rhode Island wording and the newly defined national wording for Code 7421.
- Discontinue the Rhode Island state special classification treatment for Code 7422 covering a NOC flying crew and adopt the newly defined national classification treatment for this code. There are no substantive differences between the Rhode Island wording and the newly defined national wording for Code 7422.
- Discontinue the Rhode Island state special classification treatment for Code 7425 covering the flying crew of helicopters and adopt the newly defined national classification treatment for this code.
- Discontinue the Rhode Island state special classification treatment for Code 7431 covering the flying crew of nonscheduled airlines and adopt the newly defined national classification treatment for this code.

Implementation: All of the proposed changes for Rhode Island will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 16A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN RHODE ISLAND
BASIC MANUAL—2001 EDITION
RHODE ISLAND SPECIAL CLASSIFICATIONS

AIRCRAFT OPERATION

~~Airline—Nonscheduled:~~

7431 ~~Flying Crew~~

~~7423 All Other Employees & Drivers~~

~~7423 Airport Operator—All Employees & Drivers. Ticket sellers or information clerks to be separately rated as Code 8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft operation classification.~~

~~Helicopter:~~

7425 ~~Flying Crew~~

~~7423 All Other Employees & Drivers. All operations of helicopters licensed under approved type certificate shall be assigned to this classification except that helicopter operations qualifying for the application of Code 7405—Aircraft operation—scheduled airlines or Code 7421—Aircraft operation—transportation of personnel in conduct of employer's business shall be assigned to those classifications.~~

~~Transportation of Personnel in Conduct of Employer's Business:~~

7421 ~~Flying Crew. Applies to the payroll of pilots and all members of the flying crew. Also applies to the payroll of executive officers or other employees who engage in the operation of aircraft in the conduct of the employer's business. If the records of the employer clearly indicate the weeks in which flying is performed by such employees, (1) only the payroll for each week during any part of which the employee has engaged in flight duties shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply and (2) the payroll for each week in which no flying has been done shall be assigned to those classifications which would otherwise apply. If the records of the employer do not clearly indicate the weeks in which flying is performed by such employees, the entire payroll for such employees shall be assigned to this classification unless the classification applicable to the employee's nonflying operations carries a higher rate in which event such classification shall apply.~~

~~A per passenger seat surcharge, subject to a maximum surcharge per aircraft, shall be charged in addition to the premium otherwise determined under this classification. These surcharges shall not be cumulative in the event of substitution of aircraft during the policy period; but these surcharges shall be cumulative in the event more than one aircraft is owned or operated during the same policy period. The premium for these surcharges shall not be subject to any experience rating modification. These surcharges shall not be subject to pro rata or short rate adjustment except in the event of cancellation of the policy. These surcharges and losses to employees, other than members of flying crew, arising out of the operation of an aircraft, are to be reported under Code 9108. The per passenger seat surcharge and the maximum surcharge per aircraft are shown under "Miscellaneous Values" on the state rate pages. Attach Aircraft Premium Endorsement (WG 00-04-01-A).~~

~~Commercial aircraft operation to be separately rated.~~

~~7423 Ground Crew~~

~~NOG:~~

7422 ~~Flying Crew~~

~~7423 All Other Employees & Drivers. As respects aerial photography, mapping or survey work, the payroll of the ground laboratory employees shall be assigned to Code~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 16A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN RHODE ISLAND (CONT'D)
BASIC MANUAL—2001 EDITION
RHODE ISLAND SPECIAL CLASSIFICATIONS

~~4361—Photographer. Ticket sellers and information clerks to be separately rated as Code~~
~~8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 17—SOUTH DAKOTA SPECIFIC PROPOSAL

NCCI recommends the following South Dakota-specific classification treatment:

- Code 7423 will be discontinued nationally and combined with Code 7403. NCCI recommends that South Dakota also discontinue its state special classification treatment for Code 7423 dealing with the ground crew for aerial application, seeding, herding, or scintillometer surveying and adopt the newly defined national classification treatment for Code 7403.
- Code 7409 will be discontinued nationally, and combined with Code 7420. NCCI recommends that South Dakota also discontinue its state special treatment for Code 7409 dealing with the flying crew for aerial application, seeding, herding, or scintillometer surveying and transfer it to a newly created state special classification wording for Code 7420. This state special treatment will continue to provide flying crew payroll instructions.

Implementation: All of the proposed changes for South Dakota will be implemented on the effective date of this item.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 17A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN SOUTH DAKOTA
BASIC MANUAL—2001 EDITION
SOUTH DAKOTA SPECIAL CLASSIFICATIONS

7420 **AVIATION—Aerial Application, Seeding, Herding, or Scintillometer Surveying—Flying Crew**

Total payroll of the flying crew shall be used for premium calculation purposes, subject, however, to a maximum of an average of \$300 per week per employee for the total time employed during the policy period. Separately rate helicopter flying crew to Code 7425. Separately rate all other employees and drivers.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 17B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN SOUTH DAKOTA
BASIC MANUAL—2001 EDITION
SOUTH DAKOTA SPECIAL CLASSIFICATIONS

~~AIRCRAFT OR HELICOPTER OPERATIONS~~

~~Aerial Application, Seeding, Herding, or Scintillometer Surveying:~~

- ~~-7409- -Flying Crew. Total payroll of the flying crew shall be used for premium calculation purposes subject, however, to a maximum of an average of \$300 per week per employee for the total time employed during the policy period.~~
- ~~-7423- -All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7403 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**

Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

7403 ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Scheduled or Supplemental—All
Other Employees & Drivers**~~

~~Applies to scheduled or commercial air carriers, including cargo carriers, certificated as such that conduct operations under Part 121 of the Federal Aviation Regulations and use aircraft that are capable of handling more than 30 passengers and/or a payload of 7,500 pounds or more. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18A—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Aerial Application, Seeding, Herding, or
Scintillometer Surveying—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18B—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**

Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Air Carrier—Commuter—All Other Employees
& Drivers**~~

~~Applies to commuter air carriers operating under Part 121, Part 127, or Part 135 of the Federal Aviation Regulations that use aircraft seating 30 or fewer passengers or payloads of less than 7,500 pounds and which conduct at least five round trips per week between two or more points and publish flight schedules that specify the times and days of the week and places between which such flights are performed. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18C—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

- 7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

- ~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Airport or Heliport Operator—All Other
Employees & Drivers**
Ticket sellers or information clerks away from airport locations to be separately rated as Code
8810—Clerical. Members of flying crew to be separately rated under the appropriate aircraft or
helicopter operation classification.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18D—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—NOC—Helicopters—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18E—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 ~~AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—NOC—Other Than Helicopters—All Other
Employees & Drivers~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer. Ticket sellers and information clerks away from airport locations to be separately rated as Code 8810—Clerical.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18F—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**

With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees is to be assigned to Code 4361—Photographer.

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423~~ ~~**AIRCRAFT OR HELICOPTER OPERATION—Patrol, Photograph, Mapping, or Survey
Work—All Other Employees & Drivers**~~

~~With regard to aerial photography, mapping, or survey work, the payroll of the ground laboratory employees shall be assigned to Code 4361—Photographer.~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18G—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Public Exhibition Involving Stunt Flying,
Racing, or Parachute Jumping—All Other Employees & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18H—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 **AIRCRAFT OR HELICOPTER OPERATION—Sales or Service Agency; Taxi or Sightseeing;
Student Instruction—All Other Employees & Drivers**~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 18I—STATE SPECIFIC CLASSIFICATIONS APPLYING IN TENNESSEE
BASIC MANUAL—2001 EDITION
TENNESSEE SPECIAL CLASSIFICATIONS

IMPLEMENTED ON THE EFFECTIVE DATE OF THIS ITEM

7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers

IMPLEMENTED ON THE COMPLETION DATE OF THE TRANSITION PROGRAM

~~7423 AIRCRAFT OR HELICOPTER OPERATION—Transportation of Personnel in Conduct of
Employer's Business—Ground Crew & Drivers~~

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 19

BASIC MANUAL—2001 EDITION

MISCELLANEOUS RULES

TABLE OF CLASSIFICATIONS BY HAZARD GROUP

(Applies in: AR, CO, CT, IN, KS, KY, MD, MT, NC, NE, NH, RI, SC, SD, TN, UT, VA)

Code No.	Hazard Group
7409	IV
7423	III

(Applies in: AL, GA, NM, OK)

Code No.	Hazard Group
7423	III

(Applies in: MO)

Code No.	Hazard Group
7409	IV
7418	IV
7423	III

(Applies in: NV)

Code No.	Hazard Group
7408	IV
7409	IV
7423	III

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 20

RETROSPECTIVE RATING PLAN MANUAL

PART FOUR—F

TABLE OF CLASSIFICATIONS BY HAZARD GROUP

(Applies in: AK, AL, AR, AZ, CO, CT, DC, FL, GA, HI, IA, ID, IL, IN, KS, KY, LA, MD, ME, MO,
MS, MT, NC, NE, NH, NM, NV, OK, OR, RI, SC, SD, TN, UT, VA, VT)

Code No.	Hazard Group
7409	IV
7423	III

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY

EXHIBIT 21

RETROSPECTIVE RATING PLAN MANUAL

STATE SPECIAL RATING VALUES

STATE SPECIAL CLASSIFICATIONS BY HAZARD GROUP

(Applies in: AK, MO)

Code No.	Hazard Group
7418	IV

(Applies in: NV)

Code No.	Hazard Group
7408	IV

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 22**TWO-YEAR TRANSITION PROGRAM RULES****(Applies in: AR, AZ, LA, ME, MD, MO, NM, TN)**

Following are the rules of the two-year transition program implementing the rates/loss costs and rating values for Codes 7423 and 7403. NCCI will administer this program through the rate filing process. Examples of the two-year transition program calculations, including the two-year weight value calculations, are shown in Exhibit 22A.

- A. Risks will continue to be classified to either Code 7423 or 7403 as appropriate until the elimination of Code 7423 on July 1, 2008.
- B. As part of an NCCI proposed rate/loss cost filing with an effective date on or after July 1, 2006 and before July 1, 2007, the payroll weighted rate/loss cost of Codes 7423 and 7403 will be calculated using the latest available year's payroll and the standard calculated rate/loss cost of the two individual codes. If the payroll weighted rate/loss cost is within the swing limits determined for Codes 7423 and 7403, then each of these codes will take on the rate/loss cost of the payroll weighted rate/loss cost. Rating values will be determined by the same payroll weighting.
- If the payroll weighted rate/loss cost is outside of the filing's swing limits for any of the codes, then the rate/loss cost for each of the codes will be determined by a methodology weighting together (1) the payroll weighted rate/loss cost and (2) the standard calculated rate/loss cost for each code. The ratio used in this methodology will be first determined by calculating the maximum weighting value given to the payroll weighted rate/loss cost in order to keep the rates for Codes 7423 and 7403 within the swing limits of the filing; however, a 50% minimum weighting value must be used regardless of the swing limits to execute the transition program within two years. Rating values will be calculated in a similar manner.
- C. As part of an NCCI proposed rate/loss cost filing with an effective date on or after July 1, 2007 and before July 1, 2008, the payroll weighted rate/loss cost of Codes 7423 and 7403 will be calculated using the latest available year's payroll and the standard calculated rates/loss costs of the two individual codes. Each of the classification codes will take on the rate/loss cost of this payroll weighted rate/loss cost. Rating values will be determined by the same payroll weighting.
- D. Effective 12:01 a.m. July 1, 2008 for new and renewal business, Code 7423 will be eliminated. All insureds having operations previously assigned to Code 7423 will be assigned to Code 7403. Code 7403 will be calculated as follows:
1. If the current rates/loss costs for Codes 7423 and 7403 are identical, Code 7403 will take on the common rates/loss costs and common rating values of Codes 7423 and 7403.
 2. If the current rates/loss costs for Code 7423 and 7403 are not identical, the rate/loss cost for Code 7403 will be determined by the payroll weighted rate/loss cost of the individual codes. The payroll used will be from the latest available year. Rating values will be determined by the same payroll weighting.
 3. If, effective July 1, 2008, the establishment of Code 7403 coincides with the effective date of an approved rate/loss cost filing in your state, the payroll weighted rate/loss cost of Codes 7423 and 7403 will be calculated using the latest available year's payroll and the standard calculated rate/loss cost of the two individual codes. The rate for Code 7403 will be equivalent to this payroll-weighted average. Rating values will be determined by the same payroll weighting.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 22A

EXAMPLE OF TWO-YEAR TRANSITION PROGRAM CALCULATION

Note: The rates/loss costs used in the following example are for illustration purposes only and are not the actual rates/loss costs in use, nor do they represent expected actual rates/loss costs for the codes indicated.

In the following example, the “Payroll Weighted Rate/Loss Cost” for each year can be calculated by using the “NCCI Initially Calculated Rate/Loss Cost” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
Rate/Loss Cost	21.00	10.50	11.81

The “Payroll Weighted Rate/Loss Cost” is calculated as follows:

$$\frac{[(400,000 \times 21.00) + (700,000 \times 10.50) + (3,000,000 \times 11.81)]}{(400,000 + 700,000 + 3,000,000)} = 12.48$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .50 for the first and 1.00 for the second year without regard to swing limits in order to transition the rates/loss costs within two years.

	Weight Value	Class Code	Payroll Weighted Rate/Loss Cost		NCCI Initially Calculated Rate/Loss Cost		Final NCCI Rate/Loss Cost
Filing Effective in First Year	.57*	XXX1	(0.57 x 12.48)	+	(0.43 x 21.00)	=	16.14
		XXX2	(0.57 x 12.48)	+	(0.43 x 10.50)	=	11.63
		XXX3	(0.57 x 12.48)	+	(0.43 x 11.81)	=	12.19
Filing Effective in Second Year	1.00	XXX1	(1.00 x 12.48)	+	(0.00 x 19.78)	=	12.48
		XXX2	(1.00 x 12.48)	+	(0.00 x 12.25)	=	12.48
		XXX3	(1.00 x 12.48)	+	(0.00 x 11.57)	=	12.48

* See “Example of Two-Year Weight Value Calculation” for more details.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 22A (CONT'D)

EXAMPLE OF TWO-YEAR TRANSITION PROGRAM EXPECTED LOSS RATE (ELR)

Note: The ELRs in the following example are for illustration purposes only and are not the actual ELRs in use, nor do they represent expected actual ELRs for the codes indicated.

In the following example, the “Payroll Weighted ELR” for each year can be calculated by using the “NCCI Initially Calculated ELR” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
ELR	7.00	3.50	3.94

The “Payroll Weighted ELR” is calculated as follows:

$$\frac{[(400,000 \times 7.00) + (700,000 \times 3.50) + (3,000,000 \times 3.94)]}{(400,000 + 700,000 + 3,000,000)} = 4.16$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .50 for the first year and 1.00 for the second year without regard to swing limits in order to transition the rates/loss costs within two years.

	Weight Value	Class Code	Payroll Weighted ELR		NCCI Initially Calculated ELR		Final NCCI ELR
Filing Effective in First Year	.57*	XXX1	(0.57 x 4.16)	+	(0.43 x 7.00)	=	5.38
		XXX2	(0.57 x 4.16)	+	(0.43 x 3.50)	=	3.88
		XXX3	(0.57 x 4.16)	+	(0.43 x 3.94)	=	4.07
Filing Effective in Second Year	1.00	XXX1	(1.00 x 4.16)	+	(0.00 x 6.59)	=	4.16
		XXX2	(1.00 x 4.16)	+	(0.00 x 4.08)	=	4.16
		XXX3	(1.00 x 4.16)	+	(0.00 x 3.86)	=	4.16

* See “Example of Two-Year Weight Value Calculation” for more details.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 22A (CONT'D)

EXAMPLE OF TWO-YEAR TRANSITION PROGRAM D RATIOS

Note: The D ratios in the following example are for illustration purposes only and are not the actual D ratios in use, nor do they represent expected actual D ratios for the indicated.

In the following example, the “Payroll Weighted D Ratios” for each year can be calculated by using the “NCCI Initially Calculated D Ratios” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
D Ratios	0.23	0.20	0.24

The “Payroll Weighted D Ratio” is calculated as follows:

$$\frac{[(400,000 \times .23) + (700,000 \times .20) + (3,000,000 \times .24)]}{(400,000 + 700,000 + 3,000,000)} = .23$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .50 for the first year and 1.00 for the second year without regard to swing limits in order to transition the rates/loss costs within two years.

	Weight Value	Class Code	Payroll Weighted D Ratio		NCCI Initially Calculated D Ratio		Final NCCI D Ratio
Filing Effective in First Year	.57*	XXX1	(0.57 x 0.23)	+	(0.43 x 0.23)	=	0.23
		XXX2	(0.57 x 0.23)	+	(0.43 x 0.20)	=	0.22
		XXX3	(0.57 x 0.23)	+	(0.43 x 0.24)	=	0.23
Filing Effective in Second Year	1.00	XXX1	(1.00 x 0.23)	+	(0.00 x 0.22)	=	0.23
		XXX2	(1.00 x 0.23)	+	(0.00 x 0.22)	=	0.23
		XXX3	(1.00 x 0.23)	+	(0.00 x 0.24)	=	0.23

* See “Example of Two-Year Weight Value Calculation” for more details.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 22A (CONT'D)

EXAMPLE OF TWO-YEAR WEIGHT VALUE CALCULATION

In the following example, the rates/loss costs are calculated for each class code by utilizing successively higher weight values until the largest weight value is found that keeps the rates/loss costs within swing limits. However, depending on which year of the transition the filing is effective, this weight value is subject to minimums *without regard to swing limits*. These minimums are 0.50 for the first year and 1.00 for the second year. For the purposes of illustration, the codes are represented as XXX1, XXX2, and XXX3.

The following assumptions are made for this example:

1. The swing limits are plus or minus 25%
2. The rates/loss costs are as follows:

	Rate/Loss Cost for Code XXX1	Rate/Loss Cost for Code XXX2	Rate/Loss Cost for Code XXX3
Current Approved Filing	21.49	11.32	11.05
First Transition Year	16.14	11.63	12.19

Weight Calculation Table						
Year 1	Code XXX1		Code XXX2		Code XXX3	
Weight Value	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %
0.50	16.74	-22.1%	11.49	1.5%	12.15	10.0%
0.51	16.65	-22.5%	11.51	1.7%	12.15	10.0%
0.52	16.57	-22.9%	11.53	1.9%	12.16	10.0%
0.53	16.48	-23.3%	11.55	2.0%	12.17	10.1%
0.54	16.40	-23.7%	11.57	2.2%	12.17	10.1%
0.55	16.31	-24.1%	11.59	2.4%	12.18	10.2%
0.56	16.23	-24.5%	11.61	2.6%	12.19	10.3%
0.57	16.14	-24.9%	11.63	2.7%	12.19	10.3%
0.58	16.06	-25.3%	11.65	2.9%	12.20	10.4%
0.59	15.97	-25.7%	11.67	3.1%	12.21	10.5%
0.60	15.89	-26.1%	11.69	3.3%	12.21	10.5%
0.61	15.80	-26.5%	11.71	3.4%	12.22	10.6%
continues						

**ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION
INDUSTRY**

EXHIBIT 23**THREE-YEAR TRANSITION PROGRAM RULES****(Applies in: AK)**

Following are the rules of the three-year transition program implementing the rates/loss costs and rating values for Codes 7418 and 7422. NCCI will administer this program through the rate filing process. An example of a three-year transition program calculation, including the weight value calculations, is shown in Exhibit 23A.

A. Risks will continue to be classified to either Code 7418 or 7422 as appropriate until the elimination of Code 7418 on July 1, 2009.

B.

As part of an NCCI proposed rate/loss cost filing with an effective date on or after July 1, 2006 and before July 1, 2007, the payroll weighted rate/loss cost of Codes 7418 and 7422 will be calculated using the latest available year's payroll and the standard calculated rate/loss cost of the two individual codes. If the payroll weighted rate/loss cost is within the swing limits determined for Codes 7418 and 7422, then each of these codes will take on the rate/loss cost of the payroll weighted rate/loss cost. Rating values will be determined by the same payroll weighting.

If the payroll weighted rate/loss cost is outside of the filing's swing limits for any of the codes, then the rate/loss cost for each of the codes will be determined by a methodology weighting together (1) the payroll weighted rate/loss cost and (2) the standard calculated rate/loss cost for each code. The ratio used in this methodology will be first determined by calculating the maximum weighting value given to the payroll weighted rate/loss cost in order to keep the rates for Codes 7418 and 7422 within the swing limits of the filing; however, a 33% minimum weighting value must be used regardless of the swing limits to execute the transition program within three years. Rating values will be calculated in a similar manner.

C.

As part of the NCCI proposed rate/loss cost filing with an effective date on or after July 1, 2007 and before July 1, 2008, the payroll weighted rate/loss cost of Codes 7418 and 7422 will be calculated using the latest available year's payroll and the standard calculated rates/loss costs of the two individual codes. If the payroll weighted rate/loss cost is within the swing limits determined for Codes 7418 and 7422, then each of the codes will take on the rate/loss cost of the payroll weighted rate/loss cost. Rating values will be determined by the same payroll weighting.

If the payroll weighted rate/loss cost is outside of the filing's swing limits for any of the codes, then the rate/loss cost for each of the codes will be determined by a methodology weighting together (1) the payroll weighted rate/loss cost and (2) the standard calculated rate/loss cost for each code. The ratio used in this methodology will be first determined by calculating the maximum weighting value given to the payroll weighted rate/loss cost in order to keep the rates for Codes 7418 and 7422 within the swing limits of the filing; however, a 67% minimum weighting value must be used regardless of the swing limits to execute the transition program within three years. Rating values will be calculated in a similar manner.

D. If in any state a rate/loss cost filing has not been filed and approved with an effective date on or after July 1, 2006 and on or before January 1, 2008, the rates/loss costs for Codes 7418 and 7422 will be changed effective January 1, 2008 for new and renewal business. The rates/loss costs for each of the codes will be determined by averaging the current class code rate/loss cost and the payroll weighted rate/loss cost. The payroll used will be from the latest available year. Rating values will be calculated in a similar manner.

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INDUSTRY**

EXHIBIT 23 (CONT'D)

- E. As part of an NCCI proposed rate/loss cost filing with an effective date on or after July 1, 2008 and before July 1, 2009, the payroll weighted rate/loss cost of Codes 7418 and 7422 will be calculated using the latest available year's payroll and the standard calculated rates/loss costs of the two individual codes. Each of the classification codes will take on the rate/loss cost of this payroll weighted rate/loss cost. Rating values will be determined by the same payroll weighting.
- F. Effective 12:01 a.m. July 1, 2009 for new and renewal business, Code 7418 will be eliminated. All insureds having operations previously assigned to Code 7418 will be assigned to Code 7422. Code 7422 will be calculated as follows:
1. If the current rates/loss costs for Codes 7418 and 7422 are identical, Code 7422 will take on the common rates/loss costs and common rating values of Codes 7418 and 7422.
 2. If the current rates/loss costs for Code 7418 and 7422 are not identical, the rate/loss cost for Code 7422 will be determined by the payroll weighted rate/loss cost of the individual codes. The payroll used will be from the latest available year. Rating values will be determined by the same payroll weighting.
 3. If, effective July 1, 2009, the establishment of Code 7422 coincides with the effective date of an approved rate/loss cost filing in your state, the payroll weighted rate/loss cost of Codes 7418 and 7422 will be calculated using the latest available year's payroll and the standard calculated rate/loss cost of the two individual codes. The rate for Code 7422 will be equivalent to this payroll-weighted average. Rating values will be determined by the same payroll weighting.

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EXHIBIT 23A

EXAMPLE OF THREE-YEAR TRANSITION PROGRAM CALCULATION

Note: The rates/loss costs used in the following example are for illustration purposes only and are not the actual rates/loss costs in use, nor do they represent expected actual rates/loss costs for the codes indicated.

In the following example, the “Payroll Weighted Rate/Loss Cost” for each year can be calculated by using the “NCCI Initially Calculated Rate/Loss Cost” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
Rate/Loss Cost	21.00	10.50	11.81

The “Payroll Weighted Rate/Loss Cost” is calculated as follows:

$$\frac{[(400,000 \times 21.00) + (700,000 \times 10.50) + (3,000,000 \times 11.81)]}{(400,000 + 700,000 + 3,000,000)} = 12.48$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .33, .67, and 1.00 for each year without regard to swing limits in order to transition the rates/loss costs within three years.

	Weight Value	Class Code	Payroll Weighted Rate/Loss Cost		NCCI Initially Calculated Rate/Loss Cost		Final NCCI Rate/Loss Cost
Filing Effective in First Year	.44*	XXX1	(0.44 x 12.48)	+	(0.56 x 21.00)	=	17.25
		XXX2	(0.44 x 12.48)	+	(0.56 x 10.50)	=	11.37
		XXX3	(0.44 x 12.48)	+	(0.56 x 11.81)	=	12.10
Filing Effective in Second Year	.93*	XXX1	(0.93 x 12.52)	+	(0.07 x 18.50)	=	12.94
		XXX2	(0.93 x 12.52)	+	(0.07 x 9.85)	=	12.33
		XXX3	(0.93 x 12.52)	+	(0.07 x 12.35)	=	12.51
Filing Effective in Third Year	1.00	XXX1	(1.00 x 12.49)	+	(0.00 x 19.78)	=	12.49
		XXX2	(1.00 x 12.49)	+	(0.00 x 12.25)	=	12.49
		XXX3	(1.00 x 12.49)	+	(0.00 x 11.57)	=	12.49

* See “Example of Three-Year Weight Value Calculation” for more details.

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EXHIBIT 23A (CONT'D)

EXAMPLE OF THREE-YEAR TRANSITION PROGRAM EXPECTED LOSS RATE (ELR)

Note: The ELRs in the following example are for illustration purposes only and are not the actual ELRs in use, nor do they represent expected actual ELRs for the codes indicated.

In the following example, the “Payroll Weighted ELR” for each year can be calculated by using the “NCCI Initially Calculated ELR” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
ELR	7.00	3.50	3.94

The “Payroll Weighted ELR” is calculated as follows:

$$\frac{[(400,000 \times 7.00) + (700,000 \times 3.50) + (3,000,000 \times 3.94)]}{(400,000 + 700,000 + 3,000,000)} = 4.16$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .33, .67, and 1.00 for each year without regard to swing limits in order to transition the rates/loss costs within three years.

	Weight Value	Class Code	Payroll Weighted ELR		NCCI Initially Calculated ELR		Final NCCI ELR
Filing Effective in First Year	.44*	XXX1	(0.44 x 4.16)	+	(0.56 x 7.00)	=	5.75
		XXX2	(0.44 x 4.16)	+	(0.56 x 3.50)	=	3.79
		XXX3	(0.44 x 4.16)	+	(0.56 x 3.94)	=	4.04
Filing Effective in Second Year	.93*	XXX1	(0.93 x 4.18)	+	(0.07 x 6.17)	=	4.32
		XXX2	(0.93 x 4.18)	+	(0.07 x 3.28)	=	4.12
		XXX3	(0.93 x 4.18)	+	(0.07 x 4.12)	=	4.18
Filing Effective in Third Year	1.00	XXX1	(1.00 x 4.16)	+	(0.00 x 6.59)	=	4.16
		XXX2	(1.00 x 4.16)	+	(0.00 x 4.08)	=	4.16
		XXX3	(1.00 x 4.16)	+	(0.00 x 3.86)	=	4.16

* See “Example of Three-Year Weight Value Calculation” for more details.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 23A (CONT'D)

EXAMPLE OF THREE-YEAR TRANSITION PROGRAM D RATIOS

Note: The D ratios in the following example are for illustration purposes only and are not the actual D ratios in use, nor do they represent expected actual D ratios for the codes indicated.

In the following example, the “Payroll Weighted D Ratios” for each year can be calculated by using the “NCCI Initially Calculated D Ratios” and the payroll for the latest available year.

The following assumptions are made for this example:

	Code XXX1	Code XXX2	Code XXX3
Payroll \$	400,000	700,000	3,000,000
D Ratios	0.23	0.20	0.24

The “Payroll Weighted D Ratio” is calculated as follows:

$$\frac{[(400,000 \times .23) + (700,000 \times .20) + (3,000,000 \times .24)]}{(400,000 + 700,000 + 3,000,000)} = .23$$

Additionally, the swing limits are assumed to be plus or minus 25%. **Please note:** The weight value used represents the largest possible value keeping the rate/loss cost changes within the swing limits. The weight value below is subject to a minimum of .33, .67, and 1.00 for each year without regard to swing limits in order to transition the rates/loss costs within three years.

	Weight Value	Class Code	Payroll Weighted D Ratio		NCCI Initially Calculated D Ratio		Final NCCI D Ratio
Filing Effective in First Year	.44*	XXX1	(0.44 x 0.23)	+	(0.56 x 0.23)	=	0.23
		XXX2	(0.44 x 0.23)	+	(0.56 x 0.20)	=	0.21
		XXX3	(0.44 x 0.23)	+	(0.56 x 0.24)	=	0.24
Filing Effective in Second Year	.93*	XXX1	(0.93 x 0.24)	+	(0.07 x 0.23)	=	0.24
		XXX2	(0.93 x 0.24)	+	(0.07 x 0.22)	=	0.24
		XXX3	(0.93 x 0.24)	+	(0.07 x 0.25)	=	0.24
Filing Effective in Third Year	1.00	XXX1	(1.00 x 0.23)	+	(0.00 x 0.22)	=	0.23
		XXX2	(1.00 x 0.23)	+	(0.00 x 0.22)	=	0.23
		XXX3	(1.00 x 0.23)	+	(0.00 x 0.24)	=	0.23

* See “Example of Three-Year Weight Value Calculation” for more details.

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 23A (CONT'D)

EXAMPLE OF THREE-YEAR WEIGHT VALUE CALCULATION

In the following example, the rates/loss costs are calculated for each class code by utilizing successively higher weight values until the largest weight value is found that keeps the rates/loss costs within swing limits. However, depending on which year of the transition the filing is effective, this weight value is subject to minimums *without regard to swing limits*. These minimums are 0.33, 0.67, and 1.00, respectively, for years 1, 2, and 3. For the purposes of illustration, the codes are represented as XXX1, XXX2, and XXX3.

The following assumptions are made for this example:

1. The swing limits are plus or minus 25%
2. The rates/loss costs are as follows:

	Rate/Loss Cost for Code XXX1	Rate/Loss Cost for Code XXX2	Rate/Loss Cost for Code XXX3
Current Approved Filing	23.00	11.00	12.00
First Transition Year	17.25	11.37	12.10

Weight Calculation Table						
Year 1	Code XXX1		Code XXX2		Code XXX3	
Weight Value	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %
0.33	18.19	-20.9	11.15	+1.4	12.03	+0.2
0.34	18.10	-21.3	11.17	+1.5	12.04	+0.3
0.35	18.02	-21.7	11.19	+1.7	12.04	+0.3
0.36	17.93	-22.0	11.21	+1.9	12.05	+0.4
0.37	17.85	-22.4	11.23	+2.1	12.06	+0.5
0.38	17.76	-22.8	11.25	+2.3	12.06	+0.5
0.39	17.68	-23.1	11.27	+2.5	12.07	+0.6
0.40	17.59	-23.5	11.29	+2.6	12.08	+0.7
0.41	17.51	-23.9	11.31	+2.8	12.08	+0.7
0.42	17.42	-24.3	11.33	+3.0	12.09	+0.8
0.43	17.34	-24.6	11.35	+3.2	12.10	+0.8
0.44	17.25	-25.0	11.37	+3.4	12.10	+0.8
0.45	17.17	-25.3	11.39	+3.5	12.11	+0.9

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EXHIBIT 23A (CONT'D)

Weight Calculation Table						
Year 2	Code XXX1		Code XXX2		Code XXX3	
Weight Value	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %	Calculated Rate/Loss Cost Given Weight Value	Rate/Loss Cost Change %
0.67	14.49	-16.0	11.64	+2.4	12.46	+3.0
0.68	14.43	-16.3	11.67	+2.6	12.47	+3.1
0.69	14.37	-16.7	11.69	+2.8	12.47	+3.1
continues						
0.93	12.94	-25.0	12.33	+8.4	12.51	+3.4

ITEM B-1399—REVISIONS TO BASIC MANUAL CLASSIFICATIONS FOR THE AVIATION INDUSTRY

EXHIBIT 24

SERVICING CARRIER PERFORMANCE STANDARDS

(Applies in: AK, AR, GA, IN, MS, NC, NH, NM, OR, SD)

7. Loss Prevention (Other Than Coal Mine Risks)

a. Loss Prevention Services to Be Provided

(5) A minimum of one consulting survey for each single- and multiple-location policyholder, subject to 7.b.(4)(a), (b), and (c) below, with estimated annual premium between \$15,000 and \$25,000, and a governing class code represented by the following list. If no critical or important recommendations are made and the risk does not qualify for loss prevention services for any other reason other than premium, then a follow-up consulting survey for both single and multiple locations must be performed once every three years, unless the carrier, in its professional judgment, deems it otherwise necessary.

List of Governing Codes

~~7409~~ 7420 ¹

~~7423~~ 7403 ²

SERVICING CARRIER PERFORMANCE STANDARDS

(Applies in: KS)

g. Loss Prevention (Non-Coal Mine Risks)

(1) Loss Prevention Services to Be Provided

(e) A minimum of one consulting survey for each single- and multiple-location policyholder, subject to 7.b.(4)(a), (b), and (c) below, with estimated annual premium between \$15,000 and \$25,000, and a governing class code represented by the following list. If no critical or important recommendations are made and the risk does not qualify for loss prevention services for any other reason other than premium, then a follow-up consulting survey for both single and multiple locations must be performed once every three years, unless the carrier, in its professional judgment, deems it otherwise necessary.

List of Governing Codes

~~7409~~ 7420 ³

~~7423~~ 7403 ⁴

1 Code 7409 discontinued and replaced by Code 7420 on the effective date of this item.

2 Code 7423 discontinued and replaced by Code 7403 on the completion date of the transition program in AR and NM and on the effective date of this item in all other applicable states.

3 Code 7409 discontinued and replaced by Code 7420 on the effective date of this item.

4 Code 7423 discontinued and replaced by Code 7403 on the completion date of the transition program in AR and NM and on the effective date of this item in all other applicable states.

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EXHIBIT 25

OREGON SERVICING CARRIER PERFORMANCE STANDARDS

8. Loss Control—Non-Coal Mine Risks

c. Loss Control Consulting Surveys

(2) A minimum of one consulting survey for each single-location policyholder with estimated annual premium between \$15,000 and \$25,000, and a governing class code represented by the following list:

~~7409~~ 7420⁵

~~7423~~ 7403⁶

5 Code 7409 discontinued and replaced by Code 7420 on the effective date of this item.

6 Code 7423 discontinued and replaced by Code 7403 on the effective date of this item.

FILING MEMORANDUM

ITEM B-1399-A—AMENDMENT TO CLASS FILING B-1399 – EXPOSURE TRANSITION PROGRAM

Background

Effective July 1, 2006, Item B-1399 includes a recommendation to assign the flying crew of all helicopter operations to newly defined Code 7425. As described in Item B-1399, this change is expected to better align all helicopter operations with their associated work hazards. Risks that will be reassigned to Code 7425 are currently in the following aviation classifications:

- Code 7405—Air Carrier—Scheduled or Supplemental: Flying Crew
- Code 7409—Aerial Application, Seeding, Herding, or Scintillometer Surveying: Flying Crew
- Code 7420—Public Exhibition Involving Stunt Flying, Racing or Parachute Jumping: Flying Crew
- Code 7421—Transportation of Personnel in Conduct of Employer's Business: Flying Crew
- Code 7422—NOC—Other Than Helicopters: Flying Crew
- Code 7431—Air Carrier—Commuter: Flying Crew

The resulting reassignment of individual risk payroll to Code 7425 could not be determined using any currently available data source. However, it is expected that a majority of the risks to be reassigned to Code 7425 will come from Code 7422, which currently includes both fixed-wing and rotary aircraft conducting operations such as patrol, photography, mapping, survey work, air ambulance, and taxi or sightseeing.

No modifications or adjustments to filed loss costs or rates for Code 7425 were proposed in Item B-1399. In that filing, it was explained that the loss cost or rate for the newly defined Code 7425 would eventually reflect the underlying experience of all risks with payroll and loss experience assigned to that classification. Since NCCI's submission of Item B-1399 to insurance departments, several regulators have contacted NCCI concerning the premium impact of this change. In the majority of states, Code 7425 has a higher loss cost/rate than Code 7422.

Based upon further review of the potential premium impact of the reassignment of all helicopter operations to Code 7425, NCCI is now recommending a change to the loss cost/rate for Code 7425. In making this recommendation, the goal of NCCI is to select a loss cost/rate for Code 7425 that encompasses the moving of risks from several classifications into the new helicopter operations classification, and takes into account the hazards associated with this exposure based on National Transportation Safety Board (NTSB) statistics.

Proposal

Since the majority of risks will be reclassified from Code 7422 to Code 7425, the current approved loss cost/rate for Code 7425 will be modified effective 7/1/2006. It will be set equal to Code 7422's loss cost/rate x 1.25, subject to a cap equal to the original loss cost/rate for Code 7425 (prior to this 7/1/2006 modification). In subsequent state loss cost/rate filings, the loss cost/rate of Code 7425 will be equal to its prior year's loss cost/rate multiplied by the upper swing limit for the miscellaneous industry group, subject to a cap equal to the original loss cost/rate for Code 7425 (prior to the 7/1/06 modification). Once the loss cost/rate meets this cap, the loss cost/rate will be calculated in the standard manner (based on experience within Code 7425) in subsequent rate filings. Depending on when this occurs, the experience within Code 7425 may reflect data under the old phraseology or a combination of the old and new phraseology.

This exposure transition process will apply until sufficient data (at least one full year) develops within Code 7425 under the new phraseology for the loss cost/rate base to be derived from its own experience. The attached exhibit contains examples of this exposure transition process.

FILING MEMORANDUM

ITEM B-1399-A—AMENDMENT TO CLASS FILING B-1399 – EXPOSURE TRANSITION PROGRAM

Impact

The impact to individual risks will vary depending on the current code payroll assignments of those risks and the amount of payroll transferred from the various aviation class codes to Code 7425. It is generally expected that most of the risks will transfer from Code 7422 to Code 7425. The other aviation classifications listed in the background section of this filing may experience lower loss costs/rates as a result of the transition to Code 7425.

Implementation

NCCI recommends that the proposed changes to Code 7425 be implemented in conjunction with class item filing B-1399, **effective 12:01a.m. on July 1, 2006 applicable to new and renewal voluntary and assigned risk policies.**

Exceptions:

- In Hawaii, the effective date is determined upon regulatory approval of the individual carrier's election to adopt the change
- In Virginia, this item will be implemented for policies effective on or after 12:01a.m. July 1, 2006, voluntary and assigned risk policies

FILING MEMORANDUM

ITEM B-1399-A—AMENDMENT TO CLASS FILING B-1399 – EXPOSURE TRANSITION PROGRAM

Example 1

(Data shown is for illustrative purposes only and not specific to any state)

Effective Date	Code 7422	Code 7425	Comment
1/1/2006	3.19	5.75	
7/1/2006		3.99	Code 7422 rate x 1.25 (3.99=3.19x1.25) capped at 5.75
1/1/2007		4.99	prior Code 7425 rate x upper swing (4.99=3.99x1.25*) capped at 5.75
1/1/2008		5.75	prior Code 7425 rate x upper swing (6.24=4.99x1.25*) capped at 5.75
1/1/2009			Code 7425's rate will be based on own experience. The five years of data used in the class experience will reflect the former phraseology.
1/1/2010			Code 7425's rate will be based on own experience. The latest year of data used in the class experience will reflect the new phraseology (older four reports will still reflect former phraseology).

Example 2

(Data shown is for illustrative purposes only and not specific to any state)

Effective Date	Code 7422	Code 7425	Comment
1/1/2006	5.92	31.09	
7/1/2006		7.40	Code 7422 rate x 1.25 (7.40=5.92x1.25) capped at 31.09
1/1/2007		9.25	prior Code 7425 rate x upper swing (9.25=7.40x1.25*) capped at 31.09
1/1/2008		11.56	prior Code 7425 rate x upper swing (11.56=9.25x1.25*) capped at 31.09
1/1/2009		14.45	prior Code 7425 rate x upper swing (14.45=11.56x1.25*) capped at 31.09
1/1/2010			With a full year of data under the new phraseology, Code 7425's rate may be based on its own experience. If experience not sufficient, the transitioning will still apply.

* A 25% upper swing limit for the miscellaneous industry group has been used for presentational purposes.