

February 15, 2006

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

**Use of Forms:**

WC 00 01 13 - Terrorism Risk Insurance  
Extension Act Endorsement

WC 00 04 21A - Domestic Terrorism,  
Earthquakes, and Catastrophic Industrial  
Accidents Premium Endorsement

WC 00 04 22 - Foreign Terrorism Premium  
Endorsement

This circular supplements previously issued North Carolina Rate Bureau circulars, C-06-02 dated January 9, 2006 and C-06-03 dated January 20, 2006 regarding the application of the terrorism-related endorsements to workers compensation policies. The purpose of this circular is to clarify the position of the North Carolina Rate Bureau on the use of these forms.

**For all policies with effective dates of January 1, 2006 and subsequent:** The use of all three of the above forms is mandatory. Policies effective January 1, 2006 and subsequent that have been issued without these forms must be endorsed with these forms.

**For multi-year policies that were effective prior to January 1, 2006 and that are scheduled to expire after December 31, 2006:** The use of all three of the above forms is mandatory. Policies effective prior to January 1, 2006 must be endorsed with these forms.

**For any policy that is effective prior to January 1, 2006 and that is subject to an anniversary rating date of January 1, 2006 or subsequent:** The use of all three of the above forms is mandatory as of the anniversary rating date.

**For all policies that are effective prior to January 1, 2006, are in force as of January 1, 2006, are not multi-year policies, and do not have anniversary rating dates of January 1, 2006 or subsequent:** The use of forms WC 00 01 13, WC 00 04 21A, and WC 00 04 22 is optional at the discretion of the carrier. If a policy is endorsed with these forms the effective date of the endorsements must be January 1, 2006 and not the policy effective date.

Sincerely,

Sue Taylor

Director of Workers Compensation

ST:dg

C-06-5