

NORTH CAROLINA RATE BUREAU

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October 6, 1995

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

Item B-1323 - (a) Rate Procedure Elimination

A Circular Letter to All Member Companies (C-95-9) dated May 26, 1995 announced the approval of a proposal to implement a manual rate procedure for most of the (a) rated classification codes in North Carolina. The changes were approved effective July 1, 1995, applicable to new and renewal business only.

To permit additional research in an attempt to determine if there is a more equitable classification and pricing approach for various types of charitable or welfare organizations previously assigned to Code 8837, the Bureau has adopted and the North Carolina Commissioner of Insurance has approved a proposal that Code 8837 be reinstated retroactively to July 1, 1995. Code 8861 "Charitable or Welfare Organization: Professional Employees & Clerical" and Code 9110 "Charitable or Welfare Organization: All Other Employees & Drivers" have been withdrawn.

For each risk subject to Code 8837, with an anniversary rating date on or after July 1, 1995, an appropriate (a) rate and experience modification, if applicable, will be promptly promulgated.

Additionally, the Bureau has adopted and the North Carolina Commissioner of Insurance approved a proposal to delete the (a) rated classification, Code 9088 - "Rocket or Missile Testing or Launching & Drivers" effective November 1, 1995, applicable to new and renewal business.

Reprinted Manual pages will be distributed in the usual manner.

Very truly yours,

Jerry G. Hamrick

Workers Compensation Manager

JGH:lm

C-95-23