

NORTH CAROLINA RATE BUREAU

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June 21, 1996

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

Item B-1330(NC) - Revisions of Basic Manual Classifications and Related Rules

Item B-1334 - Elimination of Chemical and Dyestuff Rating Plan

Changes proposed by each of the captioned Items were approved to become effective July 1, 1996, applicable to new and renewal business only. Circular Letter to Member Companies, C-96-6, dated March 22, 1996 announced the approval of Item B-1334 and Circular Letter to All Member Companies, C-96-8, dated April 23, 1996 announced the approval of Item B-1330(NC). Each of the approved Items introduced new classification codes and the Circular Letters included loss costs, residual market rates and rating values applicable as of the July 1, 1996 effective date.

For insurers, pursuant to the provisions of North Carolina law, that will not implement loss costs rates on or before July 1, 1996, the following rates, minimum premiums and ex-med ratios, which correspond to the January 1, 1994 rate level, shall be applicable:

	Class	<u>Rate</u>	Minimum	Ex-Med
	<u>Code</u>		<u>Premium</u>	<u>Ratio</u>
Item B-1334	4828	3.71	735	.35
	4829	3.71	735	.35
Item B-1330(NC)	7611	8.34	800	.31
	7612	16.44	800	.34
	7613	4.94	800	.33
	8869	.67	264	.45
	8871	.36	217	.37
	9012	.95	307	.32
	9044	3.05	633	.40

9059	4.12	799	.43
9062	2.59	561	.40

Please mark your records accordingly.

Very truly yours,

Jerry G. Hamrick

Workers Compensation Manager

JGH:lm

C-96-10