

NORTH CAROLINA RATE BUREAU

**POST OFFICE BOX 176010
RALEIGH, NORTH CAROLINA 27619-6010**

JOHN W. WATKINS
General Manager

3401 SIX FOLKS ROAD
RALEIGH, NORTH CAROLINA 27609-4435

TELEPHONE (919) 783-9790
FAC SIMILE (919) 783-7447

JERRY G. HAMRICK
Workers Compensation Manager

DAVID E. STOK, JR.
Accounting Manager

CHARLES B. TAYLOR
Personnel Loss Manager

June 21, 1996

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

Liability of Contractors

The current session of the General Assembly of North Carolina has amended the Workers Compensation Act (GS 97-19) so that contractors have an obligation to provide workers compensation benefits only to the employees of an uninsured subcontractor. Previously, contractors were liable for workers compensation benefits for the individual uninsured subcontractor and the employees of that subcontractor.

A copy of the ratified bill is attached. House Bill 1090 became effective upon its June 10, 1996 ratification date.

Very truly yours,

Jerry G. Hamrick

Workers Compensation Manager

JGH:lm

Enclosure (Attachment not included)

C-96-12