

2011 Class Code Changes NORTH CAROLINA

Effective 4/1/2011

Applicable to policies written on or after 4/1/2011.



Industries impacted by Class Code changes effective 4/1/2011 include:

Child Day Care

See Circular C-08-09, Date: 10/24/08, Item: B-1408

- Bakeries
- > Food Sundries

See Circular WC-08-20, Date: 10/24/08, Item: B-1409



- Carpentry Shop
- Manufactured, Modular Homes Manufacturing
- Manufactured Homes Setup

See Circular C-09-05, Date: 2/11/09, Item: B-1410

- > Film Exchange
- Lacquer or Varnish Manufacturing
- Superstores and Warehouse Clubs

See Circular C-09-05, Date: 2/11/09, Item: B-1412



- > Fiber Optics & Semiconductors
- Telecommunications

See Circular C-09-09, Date: 3/23/09, Item: B-1413

- Carpentry
- Door, Window, Cabinets, and Interior Trim Installation
- Punch-Out Employee

See Circular C-10-6, Date: 5/4/10, Item: B-1415



- Construction Yard
- Wallboard Installation & Plastering
- > Painting

See Circular C-10-7, Date: 5/14/10, Item: B-1417



Child Day Care

- Class Code 9059: Child Day Care Center-All Other Employees & Drivers has been discontinued and is included in Class Code 8869.
- Class Code 8869: Child Day Care Center-Professional Employees & Clerical, Salespersons phraseology revised to: Child Care Center- All Employees including Clerical, Salesperson & Drivers.



Bakeries

- Class Code 2003: Bakery & Drivers, Route Supervisors, phraseology revised to: Bakery: Salespersons & Drivers.
 - Clarification has been given to how bakeries are treated with or without a retail store operation.
 - Doughnut manufacturing has been added to the phraseology note.



Bakeries

- Class Code 2001: Cracker Manufacturing, has been <u>discontinued</u> and is included in Class Code 2003.
- Class Code 2002: Macaroni Mfg., phraseology revised to: Pasta or Noodle Mfg.



Food Sundries Manufacturing

- Class Code 6504: Food Sundries Mfg. NOC-No Cereal Milling, phraseology revised to: Food Products Mfg. NOC.
 - The cross-reference phraseologies has been moved to the phraseology note.



Food Sundries Manufacturing

- Class Code 6503: Potato Chip, Popcorn & Snack Chip Mfg. NOC, is a new Class Code.
 - Prior to 4/1/11, this exposure was included in Class Code 6504.



Carpentry Shop

- Class Code 2812: Cabinet Works-With Power Machinery, will be discontinued.
 - Exposure for this code is included in Class Code 2883.
- Class Code 2883 phraseology <u>revised</u> to: Furniture Manufacturing and Cabinet Shop-Wood-NOC.
 - Note: This Class Code now includes the use of power machinery.
- Class Code 2881 phraseology <u>revised</u> to: Furniture Manufacturing and Cabinet Shop-Assembly by Hand-Wood.



Manufactured, Modular Homes Manufacturing

- Class Code 2797: Manufactured, Modular, or prefabricated Home Manufacturing-Shop Work-All Operations & Drivers, is a new Class Code.
 - Prior to 4/1/11, this exposure was included in Class Code 2802.



Manufactured Homes Setup

- Class Code 2799: Manufactured, Modular, or Prefabricated Home Setup, Hookup, or Installation at Building Site, is a <u>new</u> Class Code.
- Windstorm tie-down installations by dealers is encompassed under this code.



Film Exchange

- Class Code 4362: Motion Picture-Film Exchange & Projection Rooms, Clerical and cross-reference phraseology Film & Clerical will be <u>discontinued</u>.
 - Exposure for this code is included in Class Code 4360.
- Class Code 4360: Motion Picture-Development of Negatives, Printing and All Subsequent Operations, will encompass discontinued Class Code 4362.
 - The note for this code has been <u>revised</u> to clarify that digital media processing and editing, as well as marketing through film exchanges, are included under Code 4360, whether performed by a contractor or the production company.



Lacquer or Varnish Manufacturing

- Class Code 4561: Varnish Mfg.-Ole-Resinous, is discontinued.
- Class Code 4439: Lacquer or Spirit Varnish Mfg., encompasses the exposure for code 4561.
- Class code 4439: Phraseology <u>revised</u> to: Lacquer or Varnish Manufacturing.



Superstores and Warehouse Clubs

- Class Code 8037: Store-Superstores and Warehouse Clubs, is a new Class Code.
 - This code applies to stores such as Wal-Mart Superstore or a Super Target.
- Class Code 8039: Store-Department-Retail, has been revised to raise the minimum annual payroll required from \$400,000 to \$650,000.



Fiber Optics and Semiconductors

- Class Code 4150: Optical Goods Mfg. NOC and Lens Mfg., is discontinued.
- Class Code 4149: Optical Goods Mfg. NOC, encompasses the exposure for code 4150.



Fiber Optics and Semiconductors

- Class Code 4112: Incandescent Lamp Mfg., is discontinued.
- Class Code 4110: Electric Bulb Mfg., encompasses the exposure for class code 4112.
 - Note: This now includes halogen and fiber optic cable mfg.
- Class Code 4109: Integrated Circuit Mfg., is a new Class Code for North Carolina.
 - It includes semi-conductor and computer chip manufacturing.



The following class codes are <u>discontinued</u> and their exposure has been assigned to **Class Code 7600**: *Telephone or Telegraph Co.: All Other Employees & Drivers*.

- Class Code 7601: Telephone, Telegraph or Fire Alarm Line Construction & Drivers
- Class Code 7611: Telephone or Cable TV Line Installation-Contractors, Underground & Drivers
- Class Code 7612: Telephone or Cable TV Line Installation-Contractors, Overhead & Drivers
- Class Code 7613: Telephone or Cable TV Line Installation-Contractors, Service Lines and Connections & Drivers



- Class Code 7600: Phraseology <u>revised</u> to: Telecommunications Co.-Cable TV, or Satellite-All Other Employees & Drivers.
- Class Code 8901: Phraseology <u>revised</u> to: Telecommunications Co.-Office or Exchange Employees & Clerical.



- Class Code 7600: 3-year Transition Period
 - The transition to Class Code 7600 will take place over a three year period. The "transition period" is the time in which we move from one class code to another. The "transition period" allows for the collection of data over the first two years of the "transition period". This data will be used to determine the rate that will be applicable in the third year when the "new" code becomes active.

Important: It is the final year of the transition period the new code is used, not the first year.



- Class Code 7605 no longer includes intercommunications system installation or repair. This exposure is included in Class Code 9516.
- Class Code 9516: Radio, Television, Video and Audio Equipment Installation, Service or Repair & Drivers, includes intercommunications system installation or repair.
- Class Code 7605 phraseology <u>revised</u> to: Burglar and Fire Alarm Installation or Repair & Drivers.



Carpentry

- Class Code 5651: Carpentry-Dwellings-Three Stories or Less, is discontinued.
- Class Code 5645: Carpentry: Detached One or Two Family Dwellings, encompasses the exposure previously included in 5651.



Carpentry

- Class Code 5403: Carpentry-NOC, has been <u>revised</u> to apply to the construction of mixed-use buildings and multi-unit residential buildings exceeding three stories in height.
- Class Code 5551: Roofing-All Kinds & Drivers, has been <u>revised</u> to further clarify that it is assigned to <u>all</u> types of roofs-new and existing, regardless of hot or cold process.



Carpentry/Door, Window Installation

- Class Code 5102: Door and Window Installation-All Types-Residential and Commercial, has been <u>revised</u> to include all types of interior and exterior doors and windows-commercial and residential.
 - Class Code 5102 is a specialty class code for the installation of doors and windows exclusively.
 - Interior door installation performed by a interior trim carpenter is included under Class Code 5437.



Punch-Out Employees

 Class Code 5610: Cleaner-Debris Removal, has been <u>revised</u> to clarify the assignment of punch-out employees and cleaning service contractors that provide cleanup crews to prepare a location for its intended use.



Construction Yard

Class Code 8227: Construction or Erection
 Permanent Yard, has been revised to include
 incidental pickup or delivery of parts.



Wallboard Installation & Plastering

- Class Code 5445 Phraseology has been <u>revised</u> to: Wallboard, Sheetrock, Drywall, Plasterboard, or Cement Board Installation Within Buildings & Drivers.
- Provides clarification of the taping of seams or joints, application of joint compound, sanding, and installation of light-gauge steel by contractors engaged in wallboard installation, as well as drywall framing specialists.



Painting

- Class Code 5474 has been <u>revised</u> to: Painting NOC & Shop Operations & Drivers.
 - Exposure for paperhanging operations will be removed.
- Class Code 5491: Paperhanging & Drivers,
 Phraseology note <u>revised</u> to allow both Codes 5474 and 5491 at the same job location.



Painting

• Class Code 9505: Painting: Automobile or Carriage Bodies, has been revised to clarify that Code 9505 must not be used at the same location as Code 8393: Automobile Body Repair.



Questions

If you have any questions about any of these Class Code changes, please contact our **Information Center** for more information.

• Phone: 919-582-1056

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