

2015 Class Code Changes- North Carolina

(Includes changes occurring between 4/1/2014 and 4/1/2015)

The industries impacted by Class Code changes effective <u>8/28/2014</u> are:

- Trucking
- Storage Warehouse
- Warehousing

The following class codes were revised to clarify verbiage for North Carolina:

STORAGE WAREHOUSE

Employers that provide switcher operations to others, not in support of their own business, are to be assigned to Code 8292. Switcher operations in support of an employers' own business operation are to be considered miscellaneous employees and assigned to the governing classification. Those qualifying as an additional operation according to Basic Manual Rules are to be separately rated to Code 8292.

- 8291 Cold Storage
- 8293 Furniture & Drivers Includes packing or handling household goods away from insured's premises
- 8292 NOC Applies to general merchandise. Drivers to be separately rated as Codes 7228 and 7229 Trucking

TRUCKING

<u>Truckers engaged in hauling under contract, whether for one or more individuals or concerns, shall under no circumstances be classified and rated except in accordance with the appropriate "Trucking" classification.</u>

Exception: When trucking operations are a secondary business and conducted as a separate undertaking or enterprise, the payroll of an individual employee may be divided and allocated to other than a "Trucking" classification. Refer to Rule 1-E.

<u>Each classification includes miscellaneous employees such as terminal employees, garage employees, and repairers.</u>

Switcher operations in connection with a trucking operation are to be considered miscellaneous employees and assigned to the appropriate trucking classification. Employers that provide switcher operations to others thus not properly assigned to a trucking operation and not in support of their own business, are to be assigned to Code 8292.

- 7228 Hauling Explosives or Ammunition—Local Hauling Only—All Employees & Drivers
- 7229 Hauling Explosives or Ammunition—Long Distance Hauling—All Employees & Drivers
- 7228 Local Hauling Only—All Employees & Drivers
- 7229 Long Distance Hauling—All Employees & Drivers
- 7232 Mail, Parcel, or Package Delivery—Under Contract With the U.S. Postal Service—All Employees & Drivers
- 7222 Oil Field Equipment—All Employees & Drivers
- 7230 Parcel or Package Delivery—All Employees & Drivers

WAREHOUSING

Employers that provide switcher operations to others, not in support of their own business, are to be assigned to Code 8292. Switcher operations in support of an employers' own business operation are to be considered miscellaneous employees and assigned to the governing classification. Those qualifying as an additional operation according to Basic Manual Rules are to be separately rated to Code 8292.

- 8291 Cold Storage
- **8293** Furniture & Drivers
- 8292 NOC

The industries impacted by Class Code changes effective 4/1/2015 are:

• Sheet Metal and Metal Scrap Dealers

The following class codes and phraseologies have been deleted:

- 3069 Awning Mfg Metal DELETED
- 3069 Sheet Metal Products Mfg DELETED

Phraseologies for the following class codes have been revised:

- 3076 Awning Mfg Metal <u>Erection, installation, or repair operations to be separately rated</u>
- 3076 Sheet Metal Products Mfg revised to exclude "Shop Only" operations and include 'erection, installation or repairs to be separately rated.'
- 5535 Awning Erection Metal Erection of Metal Awnings Exclusively & Drivers Revised to read 'Applies to erection, installation or repair operations. The manufacturing of these products at a shop to be separately rated.'
- 5535 Metal Ceiling or Wall Covering Installation & Drivers Revised to read 'Applies to erection, installation, or repair operations. The manufacturing of these products at a shop to be separately rated.'
- Sheet Metal Work Installation & Drivers Revised to include 'Applies to erection, installation or repair operations. The manufacturing of sheet metal products at a shop to be separately rated' and to removed verbiage pertaining to division of payroll for Codes 5535 and 3069.

Phraseologies for the following class codes have been revised:

8263 Junk Dealers & Drivers –

- Added the following:
 - When a dealer's principal type of merchandise sold is ferrous scrap metals, the business must be assigned Code 8265. When a dealer's principal type of merchandise sold is nonferrous scrap metals, the business must be assigned Code 8500.
- Removed the following:
 - Risks primarily engaged in collecting or handling
 - Iron or steel scrap dealer
- 8500 Metal Scrap Dealer & Drivers Revised to exclude verbiage 'No collecting or handling of scrap iron or steel.'

For the specific impact of these changes to North Carolina, see the Workers Compensation Circulars on our website for the following NCCI item B-1427 - NCRB Circular C-14-08 issued 7/1/2014 and NCRB Circular C-14-09 issued 9/2/2014.



2015 Basic Manual Changes- North Carolina

The following section of the Basic Manual underwent verbiage changes with an immediate effective date posted <u>05/20/2014</u>:

DEDUCTIBLE INSURANCE

Basic Manual Deductible Rule – Workers Compensation

- Clarification on insurers responsibility to offer deductibles to employers
- o Inclusion of details pertaining to LER (loss elimination ratio)

The following section of the Basic Manual underwent verbiage changes with an immediate effective date posted 01/01/2015:

RULE CHANGES TO SELECTED POLICY FORMS AND ENDORSEMENTS

- Update references to the Federal Mine Safety and Health Act (formerly the Federal Coal Mine Safety and Health Act)
- Discontinue the per-passenger seat surcharge associated with Class 7421

Increase in the Assigned Risk maximum minimum premium multiplier from \$1250 to \$1500 effective 04/01/2015.

For the specific impact of these changes to North Carolina, see the Workers Compensation Circulars on our website for the following NCRB Circular C-14-06 issued 5/20/2014 and NCCI item B-1426; NCRB Circular C-14-07 issued 6/24/2014 and NCRB Circular C-14-15 issued 11/17/2014.