



November 9, 2015

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revised Private Passenger Automobile  
Insurance Rates – “Clean Risks”

On October 12, 2015 the Reinsurance Facility filed with the Department of Insurance a rate level adjustment to the private passenger auto liability rates applicable to ceded “clean risks” to become effective concurrently with the private passenger auto rate revisions announced by the North Carolina Rate Bureau in its Circular Letter To All Member Companies A-15-9 dated November 4, 2015 and by the Reinsurance Facility in a Circular Letter To All Member Companies RF-15-13 dated November 5, 2015. These adjustments are a result of the enactment of House Bill 97 – Appropriations Act of 2015 in which a new tax is being implemented on automobile repair labor as well as an increase in Motor Vehicle Reports (MVR) and salvage title fees.

These changes are effective in accordance with the following Rule of Application:

These changes are applicable to all new and renewal policies becoming effective on or after March 1, 2016. No policy effective prior to March 1, 2016 shall be endorsed or cancelled and rewritten to take advantage of or to avoid the application of these changes except at the request of the insured and at the customary short rate charges as of the date of such request, but in no event prior to March 1, 2016.

The enclosed exhibit sets forth the revised liability rates for ceded “clean risks”. Reprinted Personal Auto Manual rate pages will be distributed in the usual fashion, as soon as possible. In the meantime, notice of these changes should be sent to your Company’s North Carolina agents to make them aware of the changes.

Please see that this circular is brought to the attention of all interested personnel in your company.

Very truly yours,

F. Timothy Lucas

Automobile Manager

FTL:dms  
Attachment  
RF-15-15

NORTH CAROLINA

PRIVATE PASSENGER AUTOMOBILE INSURANCE

PRESENT AND REVISED BASE RATES - "CLEAN RISK" LIABILITY

Terr Code	\$30,000/60,000 Bodily Injury		\$25,000 Property Damage		\$500 Medical Payments	
	Present	Revised	Present	Revised	Present	Revised
110	\$168	\$169	\$155	\$159	\$21	\$21
120	182	183	141	144	25	25
130	208	209	148	152	26	26
140	217	218	174	178	26	26
150	211	212	174	178	25	25
170	174	175	163	167	21	21
180	201	202	210	215	22	22
190	196	197	187	191	23	23
200	222	223	182	186	30	30
210	217	218	153	157	28	28
220	238	239	158	162	30	30
230	276	277	165	169	33	33
240	220	221	153	157	27	27
250	238	239	220	225	29	29
260	204	205	168	172	25	25
270	166	167	184	188	20	20
280	208	209	208	213	27	27
290	208	209	195	200	26	26
300	165	166	184	188	20	20
310	141	142	157	161	18	18
320	155	156	146	149	19	19
340	202	203	186	190	25	25
350	155	156	163	167	19	19
360	170	171	156	160	21	21
370	190	191	177	181	22	22
380	188	189	170	174	22	22
390	186	187	189	193	22	22
420	254	255	218	223	34	34
440	208	209	187	191	27	27
450	244	245	192	197	27	27
460	169	170	169	173	20	20
470	184	185	161	165	21	21
480	144	145	145	148	18	18
490	138	138	149	153	17	17

Note: The revised base rates for Medical Payments are equal to the present rates for all territories.