

June 11, 2021

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Homeowners Policy Program  
Revised Named Storm Deductible

The Commissioner of Insurance has recently approved optional Named Storm Deductible Factors to be used in conjunction with the recently approved All Other Perils Deductible Amounts designed for use in the beach and coastal counties in North Carolina.

*The following manual rule/rate has been revised in the North Carolina exception pages of the Homeowners Manual:*

- **Rule 406. D. Named Storm Percentage Deductible – Territories 110, 120, 130, 149, 150, And 160 Only – Table 406.D.5. Named Storm Percentage Deductible** has been revised to include the recently approved All Other Perils Deductible Amounts along with the corresponding deductible factors.

For your convenience, please find the attached copy of revised **Table 406.D.5. Named Storm Percentage Deductible**.

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

These revisions become effective with respect to all new and renewal policies becoming effective on or after August 1, 2021.

Reprinted manual pages will be distributed in the usual manner as soon as possible. Please see to it that this Circular is brought to the attention of all interested personnel in your company.

Sincerely,

Andy Montano

Director, Personal Lines

AM:ko  
Attachments  
P-21-8

406. DEDUCTIBLES

Territories 110, 120, 130, 140, 150 And 160				
Named Storm Deductible Percentage	All Other Perils Deductible Amount	HO 00 02, HO 00 03, HO 00 05 And HO 00 08	HO 00 04	HO 00 06
1%	\$ 100	1.34	<u>1.09</u>	<u>1.11</u>
	250	1.23	<u>1.06</u>	<u>1.07</u>
	500	1.19	1.01	1.01
	1,000	1.13	0.91	0.89
	1,500	1.08	<u>0.85</u>	<u>0.82</u>
	<u>2,000</u>	<u>1.01</u>	<u>0.79</u>	<u>0.75</u>
	2,500	0.95	0.74	0.69
	<u>3,000</u>	<u>0.91</u>	<u>0.69</u>	<u>0.63</u>
	<u>4,000</u>	<u>0.86</u>	<u>0.60</u>	<u>0.52</u>
	5,000	0.81	<u>0.52</u>	<u>0.42</u>
	7,500	0.75	-	-
	10,000	0.70	-	-
	<u>1 %</u>	=	=	=
2%	\$ 100	1.30	<u>1.08</u>	<u>1.10</u>
	250	1.22	<u>1.05</u>	<u>1.06</u>
	500	1.16	1.00	1.00
	1,000	1.09	0.90	0.88
	1,500	1.03	<u>0.84</u>	<u>0.81</u>
	<u>2,000</u>	<u>0.97</u>	<u>0.78</u>	<u>0.74</u>
	2,500	0.92	0.73	0.68
	<u>3,000</u>	<u>0.88</u>	<u>0.68</u>	<u>0.62</u>
	<u>4,000</u>	<u>0.83</u>	<u>0.59</u>	<u>0.51</u>
	5,000	0.78	<u>0.51</u>	<u>0.41</u>
	7,500	0.72	-	-
	10,000	0.68	-	-
	<u>1 %</u>	<u>0.86</u>	=	=
5%	\$ 100	1.28	<u>1.07</u>	<u>1.09</u>
	250	1.19	<u>1.04</u>	<u>1.05</u>
	500	1.14	0.99	0.99
	1,000	1.06	0.89	0.87
	1,500	1.00	<u>0.83</u>	<u>0.80</u>
	<u>2,000</u>	<u>0.95</u>	<u>0.77</u>	<u>0.73</u>
	2,500	0.90	0.71	0.67
	<u>3,000</u>	<u>0.86</u>	<u>0.66</u>	<u>0.61</u>
	<u>4,000</u>	<u>0.81</u>	<u>0.56</u>	<u>0.50</u>
	5,000	0.76	<u>0.47</u>	<u>0.40</u>
	7,500	0.71	-	-
	10,000	0.66	-	-
	<u>1 %</u>	<u>0.83</u>	=	=

Table 406.D.5. Named Storm Percentage Deductible

**406. DEDUCTIBLES**

Territories 110, 120, 130, 140, 150 And 160				
Named Storm Deductible Percentage	All Other Perils Deductible Amount	HO 00 02, HO 00 03, HO 00 05 And HO 00 08	HO 00 04	HO 00 06
1%	\$ 100	1.34	1.09	1.11
	250	1.23	1.06	1.07
	500	1.19	1.01	1.01
	1,000	1.13	0.91	0.89
	1,500	1.08	0.85	0.82
	2,000	1.01	0.79	0.75
	2,500	0.95	0.74	0.69
	3,000	0.91	0.69	0.63
	4,000	0.86	0.60	0.52
	5,000	0.81	0.52	0.42
	7,500	0.75	–	–
	10,000	0.70	–	–
	1 %	–	–	–
2%	\$ 100	1.30	1.08	1.10
	250	1.22	1.05	1.06
	500	1.16	1.00	1.00
	1,000	1.09	0.90	0.88
	1,500	1.03	0.84	0.81
	2,000	0.97	0.78	0.74
	2,500	0.92	0.73	0.68
	3,000	0.88	0.68	0.62
	4,000	0.83	0.59	0.51
	5,000	0.78	0.51	0.41
	7,500	0.72	–	–
	10,000	0.68	–	–
	1 %	0.86	–	–
5%	\$ 100	1.28	1.07	1.09
	250	1.19	1.04	1.05
	500	1.14	0.99	0.99
	1,000	1.06	0.89	0.87
	1,500	1.00	0.83	0.80
	2,000	0.95	0.77	0.73
	2,500	0.90	0.71	0.67
	3,000	0.86	0.66	0.61
	4,000	0.81	0.56	0.50
	5,000	0.76	0.47	0.40
	7,500	0.71	–	–
	10,000	0.66	–	–
	1 %	0.83	–	–

**Table 406.D.5. Named Storm Percentage Deductible**