

October 26, 2009

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revision of Commercial Automobile Insurance Rates

On behalf of all member companies, the North Carolina Reinsurance Facility filed with the Commissioner of Insurance (1) revised basic limits premium rates for liability insurance for trucks, tractors and trailers, garages, zone rated risks and private passenger types not eligible for rating under the North Carolina Personal Automobile Manual; (2) revised primary, secondary and fleet rating factors included in the trucks, tractors and trailers classification plan; (3) revised bodily injury and property damage increased limits factors; and (4) revised rating factors and miscellaneous premium revisions related to increasing the minimum limits from \$25,000/\$50,000 to \$30,000/\$60,000 for bodily injury and from \$15,000 to \$25,000 for property damage.

Enclosed are exhibits which set forth the revised basic limits rates, increased limits tables and revised rating factors to be implemented by member companies in accordance with the effective date rule set forth below. Exhibit A sets forth the increased limits and rate level revisions. These pages have been marked R-3, R-4, R-5, R-6, R-7, R-8, R-9, R-10, R-11, R-12, R-13, S-3 and S-4 and are designed to replace the like-numbered pages included in the current North Carolina Reinsurance Facility Commercial Automobile Manual of Rules and Rates. Exhibit B are the revised premium rates for zone rated risks. Exhibit C are the revised primary and secondary rating factors. The factors that are underlined have been revised. Exhibit D are revised factors and miscellaneous premiums that are designed to bring the rating manual up to the current minimum limits of \$30,000/\$60,000 bodily injury and \$25,000 for property damage.

The revised rates and other changes will become effective March 1, 2010 in accordance with the following Rule of Application:

These changes are applicable to all policies becoming effective on or after March 1, 2010. No policy effective prior to March 1, 2010 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, 2010.

Exception for Experience Rated Policies: These changes are applicable as of the experience rating date to all policies to which an experience rating modification which becomes effective on or after March 1, 2010 is applied and may not be applied to such policies prior to the experience rating date. As respect any policy to which an experience rating modification applies which becomes effective prior to March 1, 2010, these changes may not be applied until the first experience rating date on or after March 1, 2010.

Reprinted North Carolina Reinsurance Facility Commercial Automobile Manual of Rules and Rates pages will be distributed, in the usual fashion, as soon as possible. In the meantime, notice of the revised rates should be sent as soon as possible to your Company's North Carolina agents to make them aware of the new rates.

In connection with the implementation of the revised rates, your attention is directed to G. S. 58-37-35(1) which provides, in part, as follows:

The classifications, rules, rates, rating plans, and policy forms used on motor vehicle insurance policies reinsured by the facility may be made by the facility or by a licensed or statutory rating organization or bureau on its behalf and shall be filed with the Commissioner. . . . If the Commissioner finds, after a hearing, that a rate is either excessive, inadequate or unfairly discriminatory, he shall issue an order specifying in what respect it is deficient and stating when, within a reasonable period thereafter such rate shall be deemed no longer effective. Said order is subject to judicial review as set out in Article 2 of this Chapter. Pending judicial review of said order, the filed classification plan and the filed rates may be used, charged and collected in the same manner as set out in G. S. 58-40-45 of this Chapter. Said order shall not affect any contract or policy made or issued prior to the expiration of the period set forth in the order.

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

Very truly yours,

F. Timothy Lucas

Automobile Manager

FTL:dms

Enclosure

RF-09-12

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

INCREASED LIABILITY LIMITS

BODILY INJURY FACTORS

Classification	Limits Identifier Code (3)				
	Limit of Liability (in 1000's)				
	30/60	85/85	50/100	100/100	100/300
	Limit Codes				
	49	52	49	52	52
1. Light and Medium Trucks	1.00	1.19	1.12	1.24	1.45
2. Heavy Trucks and Truck Tractors	1.00	1.23	1.17	1.32	1.55
3. Extra-Heavy Trucks and Truck Tractors	1.00	1.26	1.19	1.36	1.63
4. Trucks, Tractors and Trailers Zone Rated	1.00	1.25	1.19	1.34	1.61
5. All Other Risks	1.00	1.19	1.14	1.24	1.46

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

INCREASED LIABILITY LIMITS

PROPERTY DAMAGE FACTORS

Classification	Limits Identifier Code (3)		
	Limit of Liability (in 1000's)		
	25	30	50
	Limit Codes		
	05	06	08
1. Light and Medium Trucks	1.00	1.01	1.03
2. Heavy Trucks and Truck Tractors	1.00	1.01	1.03
3. Extra-Heavy Trucks and Truck Tractors	1.00	1.01	1.03
4. Trucks, Tractors and Trailers Zone Rated	1.00	1.01	1.03
5. All Other Risks	1.00	1.01	1.03

North Carolina Reinsurance Facility
Commercial Automobile Manual

LIGHT AND MEDIUM TRUCKS

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	136	152	197	160	165	40	48	52
	Fleet	150	168	218	176	181			
12	Non-Fleet	215	241	312	251	259	63	75	83
	Fleet	237	265	344	276	284			
13	Non-Fleet	173	194	251	202	208	51	61	66
	Fleet	190	213	276	222	229			
14	Non-Fleet	178	199	258	209	215	52	62	68
	Fleet	196	220	284	230	237			
15	Non-Fleet	145	162	210	170	175	42	51	56
	Fleet	160	179	232	187	193			
16	Non-Fleet	209	234	303	245	252	61	73	80
	Fleet	230	258	334	270	278			
17	Non-Fleet	177	198	257	207	213	52	62	68
	Fleet	195	218	283	228	235			
18	Non-Fleet	143	160	207	168	173	42	50	55
	Fleet	157	176	228	185	191			
19	Non-Fleet	137	153	199	161	166	40	48	53
	Fleet	151	169	219	177	182			
20	Non-Fleet	165	185	239	194	200	48	58	63
	Fleet	182	204	264	213	219			
21	Non-Fleet	167	187	242	195	201	49	58	64
	Fleet	184	206	267	215	221			
22	Non-Fleet	166	186	241	194	200	48	58	64
	Fleet	183	205	265	213	219			
23	Non-Fleet	137	153	199	161	166	40	48	53
	Fleet	151	169	219	177	182			
24	Non-Fleet	130	146	189	153	158	38	46	50
	Fleet	143	160	207	168	173			

HIRED CAR	Bodily Injury 30/60	Property Damage 25
All Territories	\$0.23	\$0.30

North Carolina Reinsurance Facility
Commercial Automobile Manual

HEAVY TRUCKS AND TRUCK TRACTORS

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	136	159	211	160	165	40	48	52
	Fleet	150	176	233	176	181			
12	Non-Fleet	215	252	333	251	259	63	75	83
	Fleet	237	277	367	276	284			
13	Non-Fleet	173	202	268	202	208	51	61	66
	Fleet	190	222	295	222	229			
14	Non-Fleet	178	208	276	209	215	52	62	68
	Fleet	196	229	304	230	237			
15	Non-Fleet	145	170	225	170	175	42	51	56
	Fleet	160	187	248	187	193			
16	Non-Fleet	209	245	324	245	252	61	73	80
	Fleet	230	269	357	270	278			
17	Non-Fleet	177	207	274	207	213	52	62	68
	Fleet	195	228	302	228	235			
18	Non-Fleet	143	167	222	168	173	42	50	55
	Fleet	157	184	243	185	191			
19	Non-Fleet	137	160	212	161	166	40	48	53
	Fleet	151	177	234	177	182			
20	Non-Fleet	165	193	256	194	200	48	58	63
	Fleet	182	213	282	213	219			
21	Non-Fleet	167	195	259	195	201	49	58	64
	Fleet	184	215	285	215	221			
22	Non-Fleet	166	194	257	194	200	48	58	64
	Fleet	183	214	284	213	219			
23	Non-Fleet	137	160	212	161	166	40	48	53
	Fleet	151	177	234	177	182			
24	Non-Fleet	130	152	202	153	158	38	46	50
	Fleet	143	167	222	168	173			

North Carolina Reinsurance Facility
Commercial Automobile Manual

EXTRA-HEAVY TRUCKS AND TRUCK-TRACTORS

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	136	162	222	160	165	40	48	52
	Fleet	150	179	245	176	181			
12	Non-Fleet	215	256	350	251	259	63	75	83
	Fleet	237	282	386	276	284			
13	Non-Fleet	173	206	282	202	208	51	61	66
	Fleet	190	226	310	222	229			
14	Non-Fleet	178	212	290	209	215	52	62	68
	Fleet	196	233	319	230	237			
15	Non-Fleet	145	173	236	170	175	42	51	56
	Fleet	160	190	261	187	193			
16	Non-Fleet	209	249	341	245	252	61	73	80
	Fleet	230	274	375	270	278			
17	Non-Fleet	177	211	289	207	213	52	62	68
	Fleet	195	232	318	228	235			
18	Non-Fleet	143	170	233	168	173	42	50	55
	Fleet	157	187	256	185	191			
19	Non-Fleet	137	163	223	161	166	40	48	53
	Fleet	151	180	246	177	182			
20	Non-Fleet	165	196	269	194	200	48	58	63
	Fleet	182	217	297	213	219			
21	Non-Fleet	167	199	272	195	201	49	58	64
	Fleet	184	219	300	215	221			
22	Non-Fleet	166	198	271	194	200	48	58	64
	Fleet	183	218	298	213	219			
23	Non-Fleet	137	163	223	161	166	40	48	53
	Fleet	151	180	246	177	182			
24	Non-Fleet	130	155	212	153	158	38	46	50
	Fleet	143	170	233	168	173			

North Carolina Reinsurance Facility
Commercial Automobile Manual

PRIVATE PASSENGER TYPES

	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
	30/60	50/100	100/300	25	50	500	1000	2000
Territory								
11	156	178	228	172	177	15	20	22
12	232	264	339	257	265	23	29	33
13	185	211	270	204	210	18	23	26
14	173	197	253	191	197	17	22	25
15	182	207	266	202	208	18	23	26
16	176	201	257	194	200	17	22	25
17	175	200	256	193	199	17	22	25
18	167	190	244	184	190	16	21	24
19	157	179	229	174	179	15	20	22
20	181	206	264	200	206	18	23	26
21	156	178	228	172	177	15	20	22
22	173	197	253	191	197	17	22	25
23	157	179	229	174	179	15	20	22
24	148	169	216	164	169	14	19	21

North Carolina Reinsurance Facility
Commercial Automobile Manual

TAXIS AND LIMOUSINES

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	879	1002	1283	410	422	162	190	217
	Fleet	967	1102	1412	451	465			
12	Non-Fleet	1389	1583	2028	643	662	256	300	343
	Fleet	1528	1742	2231	707	728			
13	Non-Fleet	1118	1275	1632	517	533	206	241	276
	Fleet	1230	1402	1796	569	586			
14	Non-Fleet	1150	1311	1679	535	551	212	248	284
	Fleet	1265	1442	1847	589	607			
15	Non-Fleet	937	1068	1368	435	448	172	202	231
	Fleet	1031	1175	1505	479	493			
16	Non-Fleet	1350	1539	1971	627	646	248	292	333
	Fleet	1485	1693	2168	690	711			
17	Non-Fleet	1143	1303	1669	530	546	210	247	282
	Fleet	1257	1433	1835	583	600			
18	Non-Fleet	924	1053	1349	430	443	170	200	228
	Fleet	1016	1158	1483	473	487			
19	Non-Fleet	885	1009	1292	412	424	163	191	219
	Fleet	974	1110	1422	453	467			
20	Non-Fleet	1066	1215	1556	497	512	196	230	263
	Fleet	1173	1337	1713	547	563			
21	Non-Fleet	1079	1230	1575	499	514	199	233	267
	Fleet	1187	1353	1733	549	565			
22	Non-Fleet	1072	1222	1565	497	512	197	232	265
	Fleet	1179	1344	1721	547	563			
23	Non-Fleet	885	1009	1292	412	424	163	191	219
	Fleet	974	1110	1422	453	467			
24	Non-Fleet	840	958	1226	392	404	155	181	207
	Fleet	924	1053	1349	431	444			

North Carolina Reinsurance Facility
Commercial Automobile Manual

SCHOOL AND CHURCH BUSES

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	112	128	164	99	102	25	30	34
	Fleet	123	140	180	109	112			
12	Non-Fleet	176	201	257	156	161	40	47	54
	Fleet	194	221	283	172	177			
13	Non-Fleet	142	162	207	125	129	32	38	43
	Fleet	156	178	228	138	142			
14	Non-Fleet	146	166	213	130	134	33	39	45
	Fleet	161	184	235	143	147			
15	Non-Fleet	119	136	174	105	108	27	32	36
	Fleet	131	149	191	116	119			
16	Non-Fleet	171	195	250	152	157	38	45	52
	Fleet	188	214	274	167	172			
17	Non-Fleet	145	165	212	128	132	33	39	44
	Fleet	160	182	234	141	145			
18	Non-Fleet	117	133	171	104	107	26	31	36
	Fleet	129	147	188	114	117			
19	Non-Fleet	112	128	164	100	103	25	30	34
	Fleet	123	140	180	110	113			
20	Non-Fleet	135	154	197	120	124	30	36	41
	Fleet	149	170	218	132	136			
21	Non-Fleet	137	156	200	121	125	31	36	42
	Fleet	151	172	220	133	137			
22	Non-Fleet	136	155	199	120	124	31	36	42
	Fleet	150	171	219	132	136			
23	Non-Fleet	112	128	164	100	103	25	30	34
	Fleet	123	140	180	110	113			
24	Non-Fleet	107	122	156	95	98	24	28	33
	Fleet	118	135	172	105	108			

North Carolina Reinsurance Facility
Commercial Automobile Manual

ALL OTHER BUSES

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	1059	1207	1546	312	321	141	164	185
	Fleet	1165	1328	1701	343	353			
12	Non-Fleet	1675	1910	2446	489	504	223	260	293
	Fleet	1843	2101	2691	538	554			
13	Non-Fleet	1348	1537	1968	394	406	179	209	236
	Fleet	1483	1691	2165	433	446			
14	Non-Fleet	1387	1581	2025	408	420	184	215	243
	Fleet	1526	1740	2228	449	462			
15	Non-Fleet	1130	1288	1650	332	342	150	175	198
	Fleet	1243	1417	1815	365	376			
16	Non-Fleet	1628	1856	2377	478	492	217	252	285
	Fleet	1791	2042	2615	526	542			
17	Non-Fleet	1379	1572	2013	404	416	183	214	241
	Fleet	1517	1729	2215	444	457			
18	Non-Fleet	1114	1270	1626	328	338	148	173	195
	Fleet	1225	1397	1789	361	372			
19	Non-Fleet	1067	1216	1558	314	323	142	165	187
	Fleet	1174	1338	1714	345	355			
20	Non-Fleet	1285	1465	1876	378	389	171	199	225
	Fleet	1414	1612	2064	416	428			
21	Non-Fleet	1301	1483	1899	380	391	173	202	228
	Fleet	1431	1631	2089	418	431			
22	Non-Fleet	1293	1474	1888	378	389	172	200	226
	Fleet	1422	1621	2076	416	428			
23	Non-Fleet	1067	1216	1558	314	323	142	165	187
	Fleet	1174	1338	1714	345	355			
24	Non-Fleet	1013	1155	1479	298	307	135	157	177
	Fleet	1114	1270	1626	328	338			

North Carolina Reinsurance Facility
Commercial Automobile Manual

VAN POOLS

Territory	Class	Bodily Injury Limit			Property Damage Limit		Medical Payments Limit		
		30/60	50/100	100/300	25	50	500	1000	2000
11	Non-Fleet	112	128	164	131	135	33	39	43
	Fleet	123	140	180	144	148			
12	Non-Fleet	176	201	257	206	212	51	62	68
	Fleet	194	221	283	227	234			
13	Non-Fleet	142	162	207	166	171	41	50	55
	Fleet	156	178	228	183	188			
14	Non-Fleet	146	166	213	171	176	43	51	56
	Fleet	161	184	235	188	194			
15	Non-Fleet	119	136	174	139	143	35	42	46
	Fleet	131	149	191	153	158			
16	Non-Fleet	171	195	250	201	207	50	60	66
	Fleet	188	214	274	221	228			
17	Non-Fleet	145	165	212	170	175	42	51	56
	Fleet	160	182	234	187	193			
18	Non-Fleet	117	133	171	138	142	34	41	45
	Fleet	129	147	188	152	157			
19	Non-Fleet	112	128	164	132	136	33	39	43
	Fleet	123	140	180	145	149			
20	Non-Fleet	135	154	197	159	164	39	47	52
	Fleet	149	170	218	175	180			
21	Non-Fleet	137	156	200	160	165	40	48	53
	Fleet	151	172	220	176	181			
22	Non-Fleet	136	155	199	159	164	40	48	52
	Fleet	150	171	219	175	180			
23	Non-Fleet	112	128	164	132	136	33	39	43
	Fleet	123	140	180	145	149			
24	Non-Fleet	107	122	156	125	129	31	37	41
	Fleet	118	135	172	138	142			

North Carolina Reinsurance Facility
Commercial Automobile Manual

GARAGES

Territory	Class	Bodily Injury Limit			Property Damage Limit	
		30/60	50/100	100/300	25	50
11	Dealers	303	345	442	249	256
12	Dealers	477	544	696	392	404
13	Dealers	384	438	561	316	325
14	Dealers	396	451	578	326	336
15	Dealers	323	368	472	265	273
16	Dealers	465	530	679	382	393
17	Dealers	393	448	574	323	333
18	Dealers	318	363	464	262	270
19	Dealers	306	349	447	252	260
20	Dealers	368	420	537	303	312
21	Dealers	371	423	542	305	314
22	Dealers	369	421	539	303	312
23	Dealers	306	349	447	252	260
24	Dealers	290	331	423	238	245

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

SUPPLEMENTARY RATING PROCEDURES SECTION

Rule 2. INCREASED LIMITS

A. Bodily Injury

BODILY INJURY FACTORS
Limits Identifier Code (3)

Limit of Liability (1000's)	Limit Code	1. Light and Medium Trucks	2. Heavy Trucks and Truck-Tractors	3. Extra-Heavy Trucks and Truck-Tractors	4. Trucks, Tractors and Trailers Zone Rated	5. All Other Risks
100/500	55	1.54	1.70	1.78	1.76	1.57
300/300	64	1.71	1.90	2.03	2.01	1.73
250/500	61	1.78	2.01	2.16	2.12	1.81
400/400	68	1.86	2.12	2.27	2.25	1.89
500/500	68	2.00	2.28	2.48	2.45	2.01
750/750	73	2.26	2.64	2.91	2.87	2.31
1000/1000	73	2.47	2.93	3.27	3.23	2.52
1500/1500	74	2.80	3.42	3.86	3.79	2.85
2000/2000	75	3.09	3.82	4.35	4.28	3.13
2500/2500	76	3.28	4.16	4.79	4.69	3.39
5000/5000	79	4.12	5.42	6.39	6.27	4.23
7500/7500	82	4.67	6.30	7.51	7.38	4.78
10000/10000	85	5.00	6.87	8.24	8.10	5.11
12500/12500	86	5.18	7.21	8.68	8.53	5.29
15000/15000	86	5.27	7.40	8.92	8.77	5.38

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

SUPPLEMENTARY RATING PROCEDURES SECTION

Rule 2. INCREASED LIMITS

B. Property Damage

PROPERTY DAMAGE FACTORS

Limits Identifier Code (3)

Limit of Liability (1000's)	Limit Code	1. Light and Medium Trucks	2. Heavy Trucks and Truck-Tractors	3. Extra-Heavy Trucks and Truck-Tractors	4. Trucks, Tractors and Trailers Zone Rated	5. All Other Risks
85	9	1.06	1.06	1.06	1.06	1.06
100	10	1.07	1.07	1.07	1.07	1.07
300	14	1.09	1.10	1.10	1.10	1.09
400	15	1.10	1.11	1.12	1.12	1.10
500	16	1.11	1.12	1.13	1.13	1.11
750	17	1.13	1.14	1.15	1.15	1.13
1000	18	1.14	1.16	1.17	1.17	1.14
1500	19	1.15	1.18	1.20	1.19	1.16
2000	20	1.16	1.19	1.21	1.20	1.17
2500	21	1.17	1.20	1.22	1.21	1.18
5000	23	1.19	1.22	1.24	1.23	1.20
7500	24	1.21	1.24	1.26	1.25	1.22
10000	25	1.23	1.26	1.28	1.27	1.24
12500	26	1.24	1.27	1.29	1.28	1.25
15000	26	1.25	1.28	1.30	1.29	1.26

TRUCKS

Zone Rating Table
Zone 05 (Charlotte) Combinations

Insert the state code of the state of principal garaging as the first two digits of the zone code.

Zone	Liability Non Fleet		Zone	Liability Non Fleet		Zone	Liability Non Fleet		Zone	Liability Non Fleet	
01 Atlanta	1089	BI	13 Houston	1172	BI	25 New Orleans	1152	BI	37 Tulsa	1172	BI
	1127	PD		1212	PD		1192	PD		1212	PD
	210	MP		226	MP		222	MP		226	MP
	**201			**213			**225			**237	
02 Balt.- Wash.	1109	BI	14 Indian- apolis	969	BI	26 N.Y. City	1109	BI	40 Pacific	1242	BI
	1147	PD		1002	PD		1147	PD		1284	PD
	214	MP		187	MP		214	MP		240	MP
	**202			**214			**226			**240	
03 Boston	1163	BI	15 Jackson- ville	1089	BI	27 Okla.- City	1172	BI	41 Mountain	1403	BI
	1203	PD		1127	PD		1212	PD		1450	PD
	224	MP		210	MP		226	MP		271	MP
	**203			**215			**227			**241	
04 Buffalo	1109	BI	16 Kansas City	1105	BI	28 Omaha	1105	BI	42 Midwest	1105	BI
	1147	PD		1141	PD		1141	PD		1141	PD
	214	MP		213	MP		213	MP		213	MP
	**204			**216			**228			**242	
05 Char- lotte	1089	BI	17 Little Rock	1172	BI	29 Phoenix	1403	BI	43 South- west	1172	BI
	1127	PD		1212	PD		1450	PD		1212	PD
	210	MP		226	MP		271	MP		226	MP
	**205			**217			**229			**243	
06 Chicago	969	BI	18 Los Angeles	1242	BI	30 Phila- delphia	1109	BI	44 North- Central	969	BI
	1002	PD		1284	PD		1147	PD		1002	PD
	187	MP		240	MP		214	MP		187	MP
	**206			**218			**230			**244	
07 Cincin- nati	969	BI	19 Louis- ville	1037	BI	31 Pitts- burgh	1109	BI	45 Mideast	1037	BI
	1002	PD		1073	PD		1147	PD		1073	PD
	187	MP		200	MP		214	MP		200	MP
	**207			**219			**231			**245	
08 Cleve- land	969	BI	20 Memphis	1037	BI	32 Portland	1242	BI	46 Gulf	1152	BI
	1002	PD		1073	PD		1284	PD		1192	PD
	187	MP		200	MP		240	MP		222	MP
	**208			**220			**232			**246	
09 Dallas Ft. Worth	1172	BI	21 Miami	1089	BI	33 Richmond	1089	BI	47 South- east	1089	BI
	1212	PD		1127	PD		1127	PD		1127	PD
	226	MP		210	MP		210	MP		210	MP
	**209			**221			**233			**247	
10 Denver	1403	BI	22 Mil- waukee	1105	BI	34 St. Louis	1105	BI	48 Eastern	1109	BI
	1450	PD		1141	PD		1141	PD		1147	PD
	271	MP		213	MP		213	MP		214	MP
	**210			**222			**234			**248	
11 Detroit	969	BI	23 Minn.- St. Paul	1105	BI	35 Salt Lake City	1403	BI	49 New England	1163	BI
	1002	PD		1141	PD		1450	PD		1203	PD
	187	MP		213	MP		271	MP		224	MP
	**211			**223			**235			**249	
12 Hart- ford	1163	BI	24 Nash- ville	1037	BI	36 San Francisco	1242	BI			
	1203	PD		1073	PD		1284	PD			
	224	MP		200	MP		240	MP			
	**212			**224			**236				

TRUCKS

Zone Rating Table
Zone 47 (Southeast) Combinations

Insert the state code of the state of principal garaging as the first two digits of the zone code.

Zone	Liability Non Fleet		Zone	Liability Non Fleet		Zone	Liability Non Fleet		Zone	Liability Non Fleet	
01 Atlanta	1089	BI	13 Houston	1172	BI	25 New Orleans	1152	BI	37 Tulsa	1172	BI
	1127	PD		1212	PD		1192	PD		1212	PD
	210	MP		226	MP		222	MP		226	MP
	**901			**913			**925			**937	
02 Balt.- Wash.	1109	BI	14 Indian- apolis	969	BI	26 N.Y. City	1109	BI	40 Pacific	1183	BI
	1147	PD		1002	PD		1147	PD		1222	PD
	214	MP		187	MP		214	MP		228	MP
	**902			**914			**926			**940	
03 Boston	1163	BI	15 Jackson- ville	1089	BI	27 Okla.- City	1172	BI	41 Mountain	1336	BI
	1203	PD		1127	PD		1212	PD		1382	PD
	224	MP		210	MP		226	MP		258	MP
	**903			**915			**927			**941	
04 Buffalo	1109	BI	16 Kansas City	1105	BI	28 Omaha	1105	BI	42 Midwest	1052	BI
	1147	PD		1141	PD		1141	PD		1087	PD
	214	MP		213	MP		213	MP		203	MP
	**904			**916			**928			**942	
05 Char- lotte	1089	BI	17 Little Rock	1172	BI	29 Phoenix	1403	BI	43 South- west	1116	BI
	1127	PD		1212	PD		1450	PD		1154	PD
	210	MP		226	MP		271	MP		215	MP
	**905			**917			**929			**943	
06 Chicago	969	BI	18 Los Angeles	1242	BI	30 Phila- delphia	1109	BI	44 North- Central	923	BI
	1002	PD		1284	PD		1147	PD		954	PD
	187	MP		240	MP		214	MP		178	MP
	**906			**918			**930			**944	
07 Cincin- nati	969	BI	19 Louis- ville	1037	BI	31 Pitts- burgh	1109	BI	45 Mideast	988	BI
	1002	PD		1073	PD		1147	PD		1021	PD
	187	MP		200	MP		214	MP		191	MP
	**907			**919			**931			**945	
08 Cleve- land	969	BI	20 Memphis	1037	BI	32 Portland	1242	BI	46 Gulf	1098	BI
	1002	PD		1073	PD		1284	PD		1135	PD
	187	MP		200	MP		240	MP		212	MP
	**908			**920			**932			**946	
09 Dallas Ft. Worth	1172	BI	21 Miami	1089	BI	33 Richmond	1089	BI	47 South- east	1038	BI
	1212	PD		1127	PD		1127	PD		1073	PD
	226	MP		210	MP		210	MP		200	MP
	**909			**921			**933			**947	
10 Denver	1403	BI	22 Mil- waukee	1105	BI	34 St. Louis	1105	BI	48 Eastern	1056	BI
	1450	PD		1141	PD		1141	PD		1092	PD
	271	MP		213	MP		213	MP		204	MP
	**910			**922			**934			**948	
11 Detroit	969	BI	23 Minn.- St. Paul	1105	BI	35 Salt Lake City	1403	BI	49 New England	1108	BI
	1002	PD		1141	PD		1450	PD		1145	PD
	187	MP		213	MP		271	MP		214	MP
	**911			**923			**935			**949	
12 Hart- ford	1163	BI	24 Nash- ville	1037	BI	36 San Francisco	1242	BI			
	1203	PD		1073	PD		1284	PD			
	224	MP		200	MP		240	MP			
	**912			**924			**936				

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

TRUCKS, TRACTORS, AND TRAILERS

FLEET

PRIMARY CLASSIFICATIONS—RATING FACTORS AND CLASSIFICATION DESIGNATORS

Size Class	Business Use Class	Factor CD	Radius Class		
			Local Up to 50 Miles BI and PD	Intermediate 51 to 200 Miles BI and PD	Long Distance Over 200 Miles BI and PD
Light Trucks (0–10,000 lbs. GVW)	Service	Factor CD	014-- 1.00	015-- <u>1.20</u>	016-- <u>1.30</u>
	Retail	Factor CD	024-- <u>1.50</u>	025-- <u>1.80</u>	026-- <u>1.80</u>
	Commercial	Factor CD	034-- 1.35	035-- <u>1.65</u>	036-- <u>1.75</u>
ZONE RATED					
Medium Trucks (10,001–20,000 lbs. GVW)	Service	Factor CD	214-- <u>1.05</u>	215-- <u>1.25</u>	216-- .90
	Retail	Factor CD	224-- <u>1.55</u>	225-- <u>1.85</u>	226-- .90
	Commercial	Factor CD	234-- <u>1.40</u>	235-- <u>1.70</u>	236-- .90
Heavy Trucks (20,001–45,000 lbs. GVW)	Service	Factor CD	314-- 1.10	315-- <u>1.40</u>	316-- 1.00
	Retail	Factor CD	324-- <u>1.65</u>	325-- <u>2.05</u>	326-- 1.00
	Commercial	Factor CD	334-- <u>1.50</u>	335-- <u>1.90</u>	336-- 1.00
Extra-Heavy Trucks (Over 45,000 lbs. GVW)		Factor CD	404-- <u>2.10</u>	405-- <u>2.70</u>	406-- 1.35
Heavy Truck-Tractors (0–45,000 lbs. GCW)	Service	Factor CD	344-- <u>1.35</u>	345-- <u>1.65</u>	346-- 1.00
	Retail	Factor CD	354-- <u>2.00</u>	355-- <u>2.45</u>	356-- 1.00
	Commercial	Factor CD	364-- <u>1.85</u>	365-- <u>2.30</u>	366-- 1.00
Extra Heavy Truck-Tractors (Over 45,000 lbs. GCW)		Factor CD	504-- <u>2.35</u>	505-- <u>3.00</u>	506-- 1.35
Trailer Types					
Semitrailers		Factor CD	674-- .10	675-- .15	676-- .15
Trailers		Factor CD	684-- .10	685-- .15	686-- .15
Service or Utility Trailer (0–2,000 lbs. Load Capacity)		Factor CD	694-- .00	695-- .00	696-- .00

NONFLEET

PRIMARY CLASSIFICATIONS—RATING FACTORS AND CLASSIFICATION DESIGNATORS

Size Class	Business Use Class	Factor CD	Radius Class		
			Local Up to 50 Miles BI and PD	Intermediate 51 to 200 Miles BI and PD	Long Distance Over 200 Miles BI and PD
Light Trucks (0–10,000 lbs. GVW)	Service	Factor CD	011-- 1.00	012-- <u>1.20</u>	013-- <u>1.30</u>
	Retail	Factor CD	021-- <u>1.50</u>	022-- <u>1.80</u>	023-- <u>1.80</u>
	Commercial	Factor CD	031-- 1.35	032-- <u>1.65</u>	033-- <u>1.75</u>
ZONE RATED					
Medium Trucks (10,001–20,000 lbs. GVW)	Service	Factor CD	211-- <u>1.05</u>	212-- <u>1.25</u>	213-- .90
	Retail	Factor CD	221-- <u>1.55</u>	222-- <u>1.85</u>	223-- .90
	Commercial	Factor CD	231-- <u>1.40</u>	232-- <u>1.70</u>	233-- .90
Heavy Trucks (20,001–45,000 lbs. GVW)	Service	Factor CD	311-- 1.10	312-- <u>1.40</u>	313-- 1.00
	Retail	Factor CD	321-- <u>1.65</u>	322-- <u>2.05</u>	323-- 1.00
	Commercial	Factor CD	331-- <u>1.50</u>	332-- <u>1.90</u>	333-- 1.00
Extra Heavy Trucks (Over 45,000 lbs. GVW)		Factor CD	401-- <u>2.10</u>	402-- <u>2.70</u>	403-- 1.35
Heavy Truck-Tractors (0–45,000 lbs. GCW)	Service	Factor CD	341-- <u>1.35</u>	342-- <u>1.65</u>	343-- 1.00
	Retail	Factor CD	351-- <u>2.00</u>	352-- <u>2.45</u>	353-- 1.00
	Commercial	Factor CD	361-- <u>1.85</u>	362-- <u>2.30</u>	363-- 1.00
Extra Heavy Truck-Tractors (Over 45,000 lbs. GCW)		Factor CD	501-- <u>2.35</u>	502-- <u>3.00</u>	503-- 1.35
Trailer Types					
Semitrailers		Factor CD	671-- .10	672-- .15	673-- .15
Trailers		Factor CD	681-- .10	682-- .15	683-- .15
Service or Utility Trailer (0–2,000 lbs. Load Capacity)		Factor CD	691-- .00	692-- .00	693-- .00

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

TRUCKS, TRACTORS, AND TRAILERS

A. Secondary Classification—Special Industry Class

1. These classifications and codes, but not the rating factors, apply to zone rated automobiles.
2. Where more than one secondary rating factor applies, use the highest rated classification unless 80% of the use is in a lower rated activity. In that case, use the lower rated classification.

Classification	Secondary Factor to Be Combined with Primary Factor		Code to Be Inserted in 4th and 5th Digit of Classification Code	
	Trailer Types and Zone Rated		All Other	
	Automobiles	Automobiles	Automobiles	
Truckers —Automobiles used to haul or transport goods, materials or commodities for another, other than automobiles used in moving operations.				
a. Common carriers	local	0.00	<u>+0.65</u>	21
	intermediate	0.00	<u>+0.65</u>	21
	long distance	0.00	<u>+0.65</u>	21
b. Contract carriers (other than chemical or iron and steel haulers)	local	0.00	<u>+0.65</u>	22
	intermediate	0.00	<u>+0.65</u>	22
	long distance	0.00	<u>+0.65</u>	22
c. Contract carriers hauling chemicals	local	0.00	<u>+0.65</u>	23
	intermediate	0.00	<u>+0.65</u>	23
	long distance	0.00	<u>+0.65</u>	23
d. Contract carriers hauling iron and steel	local	0.00	<u>+0.65</u>	24
	intermediate	0.00	<u>+0.65</u>	24
	long distance	0.00	<u>+0.65</u>	24
e. Exempt carriers (other than livestock haulers)	local	0.00	<u>+0.65</u>	25
	intermediate	0.00	<u>+0.65</u>	25
	long distance	0.00	<u>+0.65</u>	25
f. Exempt carriers hauling livestock	local	0.00	<u>+0.65</u>	26
	intermediate	0.00	<u>+0.65</u>	26
	long distance	0.00	<u>+0.65</u>	26
g. Carriers engaged in both private carriage and transporting goods, materials, or commodities for others if at least 20% of their total operation is transporting goods, materials, or commodities for others	local	0.00	<u>+0.65</u>	02
	intermediate	0.00	<u>+0.65</u>	02
	long distance	0.00	<u>+0.65</u>	02
h. Tow trucks for-hire	local	0.00	<u>+0.65</u>	03
	intermediate	0.00	<u>+0.65</u>	03
	long distance	0.00	<u>+0.65</u>	03
i. All other	local	0.00	<u>+0.65</u>	29
	intermediate	0.00	<u>+0.65</u>	29
	long distance	0.00	<u>+0.65</u>	29

Food delivery—Automobiles used by food manufacturers to transport raw and finished products or used in wholesale distribution of food

a. Canneries and packing plants	0.00	+0.40	31
b. Fish and sea food	0.00	+0.40	32
c. Frozen food	0.00	+0.40	33
d. Fruit and vegetable	0.00	+0.40	34
e. Meat or poultry	0.00	+0.40	35
f. All other	0.00	+0.40	39

Code to Be
Inserted in 4th
and 5th Digit of
Classification
Code

Classification

Secondary Factor to Be Combined
with Primary Factor

Specialized delivery—Automobiles used in deliveries subject to time and similar constraints

	Trailer Types and Zone Rated Automobiles	All Other Automobiles	
a. Armored cars	0.00	+0.65	41
b. Film delivery	0.00	+0.65	42
c. Magazines or newspapers	0.00	+0.65	43
d. Mail and parcel post	0.00	+0.65	44
e. All other	0.00	+0.65	49

Waste disposal—Automobiles transporting salvage and waste material for disposal or resale

	Trailer Types and Zone Rated Automobiles	All Other Automobiles	
a. Automobile dismantlers	0.00	+0.25	51
b. Building wrecking operators	0.00	+0.25	52
c. Garbage	0.00	+0.25	53
d. Junk dealers	0.00	+0.25	54
e. All other	0.00	+0.25	59

Farmers—Automobiles owned by a farmer, used in connection with the operation of his own farm, and occasionally used to haul commodities for other farmers

	Trailer Types and Zone Rated Automobiles	All Other Automobiles	
a. Individually owned or family corp. (other than livestock hauling)	0.00	-0.50	61
b. Livestock hauling	0.00	-0.50	62
c. All other	0.00	-0.50	69

Dump and transit mix trucks and trailers
(Use these factors and codes only when no other secondary classification applies. Refer to Truckers Rule.)

	Service or Utility Trailers and Zone Rated Automobiles	All Other Automobiles	
a. Excavating	0.00	-0.20	71
b. Sand and gravel (other than quarrying)	0.00	-0.20	72
c. Mining	0.00	-0.20	73
d. Quarrying	0.00	-0.20	74
e. All other	0.00	-0.20	79

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

TRUCKS, TRACTORS, AND TRAILERS

Classification	Secondary Factor to Be Combined with Primary Factor	Code to Be Inserted in 4th and 5th Digit of Classification Code
All Automobiles		
Contractors (Other than Dump Trucks—Use these factors and codes only when no other secondary classification applies. Refer to Truckers Rule.)		
a. Building—commercial	-0.05	81
b. Building—private dwellings	-0.05	82
c. Electrical, plumbing, masonry, plastering, and other repair or service	-0.05	83
d. Excavating	-0.05	84
e. Street and road	-0.05	85
f. All other	-0.05	89
Not otherwise specified		
a. Logging and lumbering	0.00	91
b. All other	0.00	99

COMMERCIAL AUTOMOBILE MANUAL

Rule2. INCREASED LIMITS

- A. The rates and premiums printed in this Manual are for basic limits of \$~~2530~~,000/~~5060~~,000 bodily injury and \$~~1525~~,000 property damage. For limits in excess of \$~~2530~~,000/~~5060~~,000 bodily injury and \$~~1525~~,000 property damage, refer to the rate schedules.
- B. For limits not contained in this Manual, refer to company.

Rule12. DEDUCTIBLE INSURANCE

A. Eligibility

- 1. Bodily injury liability insurance may be written on a deductible basis provided the company insures five or more automobiles owned by or under the control of the insured.
- 2. Property damage liability insurance may be written on a deductible basis provided the company insures one or more automobiles owned by or under the control of the insured.
- 3. If in addition to such automobiles the company insures both hired automobiles and the non-ownership liability of the insured, the deductible form is also available for these coverages.

B. Deductible Amounts

- 1. The deductible amount applies to the loss portion of the claim and not to the expense incurred by the company.
- 2. The minimum deductible for bodily injury is \$250.
- 3. The minimum deductible for property damage is \$25.

C. Rates

1. Bodily Injury

Reductions from the full coverage bodily injury rates for deductible amounts for the limits of \$~~2530~~,000/~~5060~~,000 are given in the table below:

Amount of Deductible	Percent Reduction From Full Coverage Rate	
	Per Claim	Per Accident
\$ 250	10 9%	7%
500	17 16	13 12
1,000	24 23	21 20
2,500	30 28	28 26
5,000	39 37	36 34
10,000	42 40	39 37
20,000	55 52	52 49

25,000 ~~9892~~ ~~5855~~

2. **Property Damage**

Reductions from the full coverage property damage rates for deductible amounts per accident for the limit of \$~~1525~~,000 are given in the table below:

Amount of Deductible	Percent Reduction From Full Coverage Rate
\$ 25	11%
50	19
75	24
100	3029
200	3938
250	4342
300	4544
400	4847
500	4948
1,000	5049
2,000	5150
3,000	5251
4,000	5352
5,000	5453

3. For deductibles not shown, refer to company.

Rule20. DRIVE OTHER CAR COVERAGE

(Class Code 9020)

A. Drive other car coverage is provided for no additional charge in the following cases:

1. An individual named insured who is an automobile dealer garage risk.
2. An individual named insured who owns a private passenger automobile. Refer to the Individual As Named Insured Rule in this Section.

B. In all other cases, charge the following rates:

Coverage	Limits	Premium Per Named Individual
Bodily Injury	\$2530/5060	\$16
Property Damage	1525	9
Medical Payments	500	4
	1,000	5
	2,000	6

Uninsured Motorists—Charge the additional persons rate in Rule 26.

- c. In all cases, drive other car coverage includes coverage for the spouse for no additional charge.

Rule21. NONOWNERSHIP LIABILITY

A. Garage Risks

Coverage for nonownership liability for garage dealer risks is included in the basic garage charges. The following rating methodology applies to other than garage dealer risks.

B. Eligibility

If more than 50% of the insured’s employees regularly operate their automobiles in the insured’s business, refer to company for rating. Otherwise, rate in accordance with this Rule.

C. Premium Development

1. Application

For All Risks Other than Social Service Agency Risks as Defined in the Public Transportation Section

- a. Apply one of the following procedures, as appropriate:

(1) All Risks Other than Garage Service Operations

Determine the total number of employees of the insured at all locations and select the advance premium from the following table:

Class Code	Total Number of Employees	Bodily Injury and Property Damage	
		BI	PD
		2530 /5060	\$1525,000
6601	0–25	\$ 7	\$ 8
6602	26–100	1718	22
6603	101–500	5558	7172
6604	501–1,000	104110	135138
6605	Over 1,000	159169	209213

(2) Garage Service Operations (Class Code 6680)

Coverage is provided solely for the operation of nonowned autos by auto repair shops, service stations, storage garages, and public parking places, or tow truck operators. Refer to the General Liability or Market Segments Divisions for all other garage operations liability coverage.

- (a) Determine the total number of employees whose principal duty involves the operation of autos.
- (b) Multiply this amount by .35.
- (c) Multiply the result by the private passenger type rates in the rate schedules of the North Carolina Reinsurance Facility Manual.

- b. To extend nonownership liability coverage to cover the individual liability of employees (including employees of garage service operations) while using

their automobiles and other covered nonowned autos in the employer's business, compute the additional premium by multiplying the premium determined in accordance with preceding paragraph 1.a.(1) or 1.a.(2) by .25 (Class Code 6671). Use Employees As Insureds Endorsement CA 99 33.

- c. For Partnership as the Named Insured
 - (1) When nonownership liability coverage is afforded, the coverage form provides coverage to a partnership for the use of autos owned by individual partners which are used in the business of the partnership.
 - (2) Multiply the private passenger type rates in the rate schedules by .10 for each active or inactive partner for the territory in which the partnership is located. Apply this rating base regardless of the type of autos being used (Class Code 7000).
2. Social Service Agency Risks
 - a. Determine the advance premium based on the number of employees in accordance with paragraph 1.a.(1) above.
 - b. Charge an additional premium determined as follows:

Determine the total number of volunteers at all locations who regularly use their own automobiles to transport social service clients in connection with the agency's programs and multiply this number by ~~\$1,501.59~~ bodily injury, ~~\$2530,000/ 5060,000~~ limits, and ~~\$74.75~~ property damage, ~~\$1525,000~~ limit per volunteer. The minimum premium shall be \$10 bodily injury, ~~\$2530,000/ 5060,000~~ limits, and \$6 property damage, ~~\$1525,000~~ limit.
 - c. To extend nonownership coverage to cover the individual liability of agency employees, charge an additional premium determined in accordance with paragraph 1.b (Class Code 6671). Use Employees As Insureds Endorsement CA 99 33.
 - d. To extend coverage to cover the blanket individual liability of volunteers who use their own automobiles in the agency's social service programs, charge an additional premium of ~~\$.35.37~~ bodily injury, ~~\$2530,000/5060,000~~ limits, and \$.19 property damage, ~~\$1525,000~~ limit, per volunteer donor subject to a minimum premium of \$5 per policy (Class Code 6672). Use Social Service Agencies—Volunteers As Insureds Endorsement CA 99 34.
3. Unless there is substantial change in exposures during the policy period, the advance premium is the earned premium.

Rule 22. HIRED AUTOMOBILES

A. Automobiles Hired, Loaned, Leased, or Furnished

1. If the insured is providing the primary insurance covering the automobile (Class Code 6614) and the term of the lease is:
 - a. 6 months or more
 - (1) Rate as though owned by the insured; and
 - (2) If the policy is extended to cover the owner of the automobile as an additional insured, multiply the otherwise applicable liability rate by 1.04.

- b. Less than 6 months—refer to company.
 - 2. If the owner of the automobile is providing the primary insurance, rate according to this Rule.
- B. Cost of Hire Basis—Liability Coverages (Class Code 6611. Minimum Premium Class Code 6619)**
- 1. For truckers, refer to the Truckers Rule.
 - 2. For public transportation automobiles (other than social service agencies), moving van associations and freight forwarding operations, refer to company for rating.
 - 3. Premium Computation
 - a. Estimate the total cost for the hire of automobiles where the insured does business. Do not include charges for services performed by common or contract motor carriers subject to the insurance requirement of any public authority regulating motor carriers.
 - b. To compute the advance premium, multiply the cost of hire rate on the state rate schedules times each \$100 cost of hire. Add the total cost of hire premium.
 - c. Unless there is substantial change in exposures during the policy period, the advance premium is the earned premium.
 - d. The minimum premium is \$10 bodily injury, ~~\$2530,000/5060,000~~ limits, and \$4 property damage, ~~\$1525,000~~ limit.

Rule32. TRUCKS, TRACTORS, AND TRAILERS CLASSIFICATIONS

- D. Special Provisions for Certain Risks**
- 1. Truckers. If the business of the insured involves transporting materials or commodities for another, the Truckers Rule also applies.
 - 2. Transporters of liquid products. A policy that covers an automobile used for the bulk transportation of liquid products must exclude accidents resulting from the erroneous delivery of one liquid product for another, or the delivery of any liquid product into the wrong receptacle if the accident occurs after the operations have been completed.
 - 3. Amusement devices (Class Code 7905). A policy that covers an automobile with an amusement device mounted on it must cover the operation of the amusement device at the additional premium of ~~\$145154~~ for ~~\$2530,000/5060,000~~ bodily injury and ~~\$2930~~ for ~~\$1525,000~~ property damage liability. The premium is for the period of coverage and not subject to any return.
 - 4. Transporters of explosives. A policy that covers an automobile used for transporting explosives must exclude coverage for the explosion hazard. For coverages including the explosion hazard, refer to company.
 - 5. Rolling stores. A policy that covers automobiles equipped as a rolling store must exclude product liability.
 - 6. Trailers or semitrailers used as showrooms:
 - a. To provide liability coverage for trailers or semitrailers used as showrooms or salesrooms, multiply the trailer or semitrailer rating factor by 2.00. The

minimum premium per trailer or semitrailer is \$22 for bodily injury, \$~~2530~~,000/~~5060~~,000 limits and \$3 property damage, \$~~1525~~,000 limit. The policy must exclude product liability.

- b. For medical payments coverage, multiply the private passenger medical payments premiums for the territory in which the risk is located by 3.00.

Rule33. TRUCKERS

A. Premium Determination. Rate automobiles transporting exclusively for one concern on the same basis as though owned by such concern for both territory and classification.

- a. If the company which insures the owned automobiles of the risk also insures the hired automobiles, the minimum premium is \$11 for \$~~2530~~,000/~~560~~,000 bodily injury and \$6 for \$~~125~~,000 property damage liability. Otherwise, the minimum premium is the average applicable specified car rate.

Rule55. AUTOMOBILE DEALERS—ELIGIBILITY

A. **Pick Up or Delivery of Automobiles (Class Code 7070)**

- 1. If the exposure for nonfranchised dealer includes the pick up or delivery of automobiles beyond a 50-mile radius of the limits of the city or town where operations are conducted, rate each driver per trip for such pick up or delivery operations as follows:

Mileage	Per Driver Trip Rates	
	Bodily Injury	Property Damage
51–200 miles	\$ 3	\$1
Over 200 miles	5	2

- 2. The minimum premium is the private passenger types premium for the rating territory where the dealer is located.

B. **Medical Payments**

- 1. Proprietors and executive officers. When automobile dealers are insured for liability but not automobile medical payments, the following provisions apply:
 - a. A proprietor or executive officer may be afforded medical payments provided that person is included in the total number of rating units that determines the liability premium. Multiply the private passenger type medical payments premium by 2.00 for each person. Use the rating territory where the dealer is located.
 - b. Medical payments may also be afforded to the spouse of a proprietor or executive officer or relatives of either if residents of the same household. Charge the private passenger type medical payments premium for each person. Use the rating territory where the dealer is located.

2. Individual proprietors. Provide drive other car medical payments insurance at no additional charge if the dealer has automobile medical payments.
3. Automobile exposure, garage operations or combined garage operations and automobile exposure.
 - a. Multiply the ~~\$2530,000~~/~~5060,000~~ bodily injury liability premium by the factors from the applicable table.
 - (1) Medical payments with unlimited liability coverage:

Medical Payments Limit per Person			
\$500	\$750	\$1,000	\$2,000
Limit Codes			
(1)	(2)	(3)	(4)
Automobile Medical Payments Only			
.100.094	.106.100	.115.108	.135.127
Garage Operations Medical Payments Only			
.024.023	.027.025	.029.027	.031.029
Combined Garage Operations and Automobile Medical Payments			
.124.117	.133.125	.144.136	.166.157

- (2) Medical payments with limited liability coverage:

Medical Payments Limit per Person			
\$500	\$750	\$1,000	\$2,000
Limit Codes			
(1)	(2)	(3)	(4)
Automobile Medical Payments Only			
.104.098	.111.105	.122.115	.142.134
Garage Operations Medical Payments Only			
.027.025	.029.027	.031.029	.033.031
Combined Garage Operations and Automobile Medical Payments			
.131.124	.139.131	.153.144	.175.165

- b. When the bodily injury liability limits are other than ~~\$2530,000~~/~~5060,000~~, compute the medical payments factor as follows:

Medical payments		Applicable
percentage for	÷	factor for
\$30,000/60,000		increased

limit

limit

C. **Uninsured Motorists Insurance**

Refer to Rule 26 in the Common Coverages Section of this Manual.

Rule72. PREMIUM DEVELOPMENT

- A. Determine the rating territory from the territory definitions based on the street address of principal garaging.
- B. **Liability.** See specific rating instructions for each classification in this Section.
- C. **Medical Payments.** Refer to specific rules in this Section. If no premium or procedures to determine medical payments are shown, determine premiums as follows:
 - 1. If liability premiums are developed from truck, tractor, and trailer premiums, charge truck, tractor, and trailer medical payments premiums.
 - 2. If liability premiums are developed from private passenger type premiums, charge private passenger medical payments premiums.
- D. **Uninsured and Underinsured Motorists Insurance.** Refer to Rule 26 in this Manual.
- E. Where the rules in this Section refer to trucks, tractors, and trailers base premiums it means the ~~\$2530,000/5060,000~~ bodily injury and ~~\$1525,000~~ property damage nonfleet base premiums on the rate schedules. For limits higher than ~~\$2530,000/5060,000~~ bodily injury and ~~\$1525,000~~ property damage, use the increased liability limits table that applies to all other risks.

Rule75. ANTIQUE AUTOMOBILES (CLASS CODE 9620)

- A. **Eligibility:** This Rule applies to automobiles that are
 - 1. 25 years old or more; and
 - 2. maintained primarily for use in exhibitions, club activities, parades, and other functions of public interest; and
 - 3. occasionally used for other purposes.
- B. **Premium Computation**

Liability: Multiply the private passenger type rates by .25 regardless of the type of automobile. There is a minimum premium of \$14, ~~\$2530,000/5060,000~~ bodily injury limits, and \$6, ~~\$1525,000~~ property damage limit, per automobile.

Rule82. GOLFMOBILES

- A. **Eligibility:** This Rule applies to motorized carts which are used to carry golfers and their equipment over a golf course.
- B. **Premium Computation**

Liability and medical payments coverages (Class Code 9460).

1. Charge 15% of the rates for private passenger types.
 2. A minimum premium of \$14 bodily injury, \$~~2530~~,000/ ~~5060~~,000 limits and \$6 property damage \$~~1525~~,000 limit shall apply.
 3. All rates and minimum premiums apply for the period of coverage.
- C. Rate golfmobiles used for commercial purposes as motorcycles.

Rule88. REPOSSESSED AUTOMOBILES— FINANCE COMPANIES AND BANKS
(CLASS CODE 7925)

- A. This Rule does not apply to automobiles owned or operated by finance companies and banks for use in the business of the insured or for pleasure purposes. Such automobiles shall be insured in the regular manner.
- B. If a finance company is owned and operated by an automobile sales agency, refer to Garage Section.
- C. In all other cases, automobile finance companies and banks may be insured for the repossession recovery and use in connection with resale of financed automobiles. The premium for this coverage shall be determined as follows:
 1. The rate per car repossessed shall be the rate shown on the rate schedules for private passenger types for the territory in which the principal office of the risk is located, divided by 200.
 2. The advance premium shall be determined by applying the rate per car repossessed to the estimated number of cars repossessed annually.
 3. The earned premium shall be determined at the rates in force at the inception of the policy on the basis of the total number of cars repossessed during the policy period.
 4. The minimum premium shall be 25% of the rates shown on the rate schedules for private passenger types for the territory in which the principal office of the risk is located. For banks, if the same company insures all owned automobiles, all repossessed automobiles, hired automobiles, and the employers nonownership liability of such risks, a minimum premium of \$14 bodily injury, \$~~2530~~,000/~~5060~~,000 limits, and \$6 property damage, \$~~1525~~,000 limit, applies on a combined basis for the repossessed automobiles, hired automobiles, and employers nonownership liability exposures.

Rule89. SNOWMOBILES (CLASS CODE 7964)

Snowmobiles and similar vehicles used for commercial purposes, equipped for travel over ice and snow, used principally off public roads, shall be rated as follows:

- A. Bodily Injury (excluding the passenger hazard)—\$~~1819~~, \$~~2530~~,000/~~5060~~,000 limits.
Bodily Injury (including the passenger hazard)—\$~~5255~~, \$~~2530~~,000/~~5060~~,000 limits.
- B. Property Damage—\$12, \$~~1525~~,000 limit.
- C. Medical Payments—\$10, \$500 per person.
- D. Uninsured and Underinsured Motorists Coverage— Charge rates as shown in Rule 26.
- E. All rates and minimum premiums apply for the period of coverage.

- F. The applicable endorsement shall be attached to the policy.
- G. For equipment of this type used as a public or livery conveyance for passengers and propeller-driven equipment refer to the company for rating.

**NORTH CAROLINA REINSURANCE FACILITY COMMERCIAL AUTOMOBILE
MANUAL--EXPERIENCE RATING PLAN SECTION**

Rule4. DETERMINATION OF EXPERIENCE MODIFICATION

The term "basic" limits shall mean the following limits of liability:

| ~~\$25~~30,000/~~5~~60,000 bodily injury limits and a ~~\$1~~25,000 property damage limit.

"Basic limits" shall also mean the policy limits for those policies that were written during the experience period at limits less than those mentioned above.