

November 13, 2014

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revision of Commercial Automobile
Insurance Rates

By Circular Letter To All Member Companies dated September 25, 2014, the North Carolina Reinsurance Facility announced revised (1) basic limits premium rates for liability insurance for trucks, tractors and trailers, private passenger types not eligible for rating under the North Carolina Personal Auto Manual, and zone rated risks; and (2) bodily injury and property damage liability increased limits factors for such coverages rated under the Facility's Commercial Automobile Insurance Manual. The rate level for garages was not being revised. However, even though the rate level for garages did not change it is necessary to publish a revised rate page as the increased limits factors for the higher limits have been revised.

In that regard, please find attached revised garage rates reflecting the new increased limits factors for the higher limits.

As announced in the previous circular, the revised rates and other changes will become effective March 1, 2015 in accordance with the following Rule of Application:

These changes are applicable to all policies becoming effective on or after March 1, 2015. No policy effective prior to March 1, 2015 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, 2015.

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, 2015 is to apply and may not be applied to such policies prior to the experience rating date. As respects any policy to which an experience rating modification applies which becomes effective prior to March 1, 2015, these changes may not be applied until the first experience rating date on or after March 1, 2015.

Reprinted North Carolina Reinsurance Facility Commercial Automobile Manual of Rules and Rates pages will be distributed, in the usual fashion, as soon as possible.

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

Attachment

RF-14-8

North Carolina Reinsurance Facility
Commercial Automobile Manual

GARAGES

		Bodily Injury Limit			Property Damage Limit	
		30/60	50/100	100/300	25	50
Territory	Class					
11	Dealers	305	357	461	214	225
12	Dealers	461	539	696	324	340
13	Dealers	367	429	554	257	270
14	Dealers	389	455	587	273	287
15	Dealers	300	351	453	211	222
16	Dealers	451	528	681	317	333
17	Dealers	381	446	575	267	280
18	Dealers	310	363	468	217	228
19	Dealers	285	333	430	200	210
20	Dealers	358	419	541	251	264
21	Dealers	369	432	557	259	272
22	Dealers	351	411	530	246	258
23	Dealers	285	333	430	200	210
24	Dealers	277	324	418	194	204