



August 9, 2007

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Personal Auto Policy Program  
Coverage For Damage To Your Auto -  
Customizing Equipment Coverage  
Rate Revision

The Commissioner of Insurance has recently approved revised rates used in conjunction with Endorsement NC 03 15 06 05 - Coverage for Damage to your Auto. The revised rates apply only to that portion of the Endorsement related to Customizing Equipment Coverage. The rates related to Coverage for Audio, Visual and Data Electronic Equipment remain unchanged.

The revised rate for Customizing Equipment Coverage is being changed from a flat \$60 per \$1,000 of coverage to a rate that varies by amount of coverage. Please note that the lowest amount of coverage (\$2,000) is increasing from \$60 to \$70.

This revision becomes effective in accordance with the following Rule of Application:

This change becomes effective with respect to all new and renewal policies effective on or after January 1, 2008.

Please see to it that this information is brought to the attention all appropriate personnel in your company.

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

A-07-1

Material ~~struck through~~ is deleted, material underlined is new.

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## 14. MISCELLANEOUS COVERAGES

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### K. Coverage For Damage To Your Auto – Customizing Equipment Coverage

#### 1. Coverage

Custom furnishings or equipment are automatically covered under the policy up to \$1,000 without additional premium charge. This limit may be increased.

Custom furnishings or equipment includes, but is not limited to:

- a. Special carpeting and insulation, furniture or bars;
- b. Facilities for cooking and sleeping;
- c. Height extending roofs or ladders;
- d. Custom windows, murals, paintings or other decals or graphics;
- e. Tool boxes and fifth wheel conversions;
- f. Side exhausts and headers;
- g. Winches and roll bars;
- h. Special wheels/tires; or
- i. Body or suspension alterations.

#### Note

The optional coverage buybacks for customized furnishings or equipment that are described in 2. below do not apply to the following:

- Camper bodies (refer to Rule 19.A.); and
- Caps, covers or bedliners.

#### 2. Rating

- a. The provisions of Rule 4. Classifications and Rule 5. Safe Driver Insurance Plan do not apply for this coverage.
- b. The \$1,000 limit for custom furnishings or equipment may be increased to any one of the limits with premiums per auto shown below.

| Maximum Limit Of<br>Liability For Customizing Equipment | Premium<br>Per Auto        |
|---|----------------------------|
| \$ 2,000  | \$ <del>60</del> <u>70</u> |
| 3,000   | 120                        |
| 4,000   | <del>180</del> <u>170</u>  |
| 5,000   | <del>240</del> <u>210</u>  |
| 6,000   | <del>300</del> <u>240</u>  |
| 7,000   | <del>360</del> <u>270</u>  |
| 8,000   | <del>420</del> <u>300</u>  |
| 9,000   | <del>480</del> <u>320</u>  |
| 10,000  | <del>540</del> <u>340</u>  |
| <u>11,000</u>   | <u>360</u>                 |
| <u>12,000</u>   | <u>380</u>                 |
| <u>13,000</u>   | <u>400</u>                 |
| <u>14,000</u>   | <u>420</u>                 |
| <u>15,000</u>   | <u>440</u>                 |
| <u>16,000</u>   | <u>460</u>                 |
| <u>17,000</u>   | <u>480</u>                 |
| <u>18,000</u>   | <u>500</u>                 |
| <u>19,000</u>   | <u>520</u>                 |
| <u>20,000</u>   | <u>540</u>                 |

For limits in excess of ~~\$4~~20,000, charge ~~\$6~~20 per \$1000 of coverage.

#### 3. Endorsement

Attach Coverage For Damage To Your Auto Customizing Equipment Coverage, Coverage For Audio, Visual And Data Electronic Equipment Endorsement **NC 03 15**, to the policy.