

October 21, 2015

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Workers Compensation Insurance

Elimination of State Special Class Codes

A filing was submitted to the North Carolina Commissioner of Insurance on August 28, 2015 that proposed elimination of 8 classification codes in North Carolina. This filing was approved by the Commissioner.

The classifications to be eliminated will be replaced with National Classifications for policies written becoming effective on or after April 1, 2016.

These class codes have minimal exposure and low credibility in North Carolina, and in some cases overlap with an existing national class code. We anticipate there will be little to no impact to the market as a result of these changes.

For detail on the class codes that will be changing, please see Exhibit 1-3 attached.

Sincerely,

Joanna Biliouris

Chief Operating Officer

JB:dms

Attachments

C-15-18

**BASIC MANUAL—2001 EDITION
NORTH CAROLINA SPECIAL CLASSIFICATIONS**

- 1473 ~~TURPENTINE OR RESIN MFG.—STEAM OR NONDESTRUCTIVE PROCESS & DRIVERS~~
- 1474 ~~ALCOHOL MFG.—WOOD & DRIVERS~~
- 1474 ~~DISTILLATION—WOOD—DESTRUCTIVE PROCESS & DRIVERS~~
- 2791 ~~PIPE MFG.—WOODEN, TOBACCO~~
- 3516 ~~LOOM HARNESS OR REED MFG.~~
- 3516 ~~REED OR LOOM HARNESS MFG.~~
- 4301 ~~WALLPAPER MFG.~~
- 4417 ~~BOOT OR SHOE MFG.—RUBBER~~
- 8710 ~~FIELD BONDED WAREHOUSING—ALL EMPLOYEES & CLERICAL.~~
~~No handling, moving or shipping of goods or merchandise at the field location. Includes clerical employees at such location.~~

BASIC MANUAL—2001 EDITION
PART TWO—CLASSIFICATIONS
(National Classifications or Phraseologies to Be Applicable in NC)

- 1472 ALCOHOL MFG.—WOOD & DRIVERS
- 1472 CREOSOTE MFG. & DRIVERS.
Applies to the mfg. of creosote from wood tar.
- 1472 DISTILLATION—WOOD & DRIVERS.
Includes distillation of alcohol or mfg. of creosote or acetates.
- 2841 PIPE MFG.—WOODEN, TOBACCO
- 3515 LOOM HARNESS OR REED MFG.
- 3515 REED OR LOOM HARNESS MFG.
- 4279 WALLPAPER MFG.
Includes designing, printing, or finishing. Paper mfg. to be separately rated as Code 4239.
- 4410 BOOT OR SHOE MFG.—RUBBER.
Includes combined rubber and fabric boots or shoes.
- 4410 SHOE OR BOOT MFG.—RUBBER.
Includes combined rubber and fabric boots or shoes.

**BASIC MANUAL—2001 EDITION
APPENDIX E
CLASSIFICATIONS BY HAZARD GROUP**

Table of Classifications by Hazard Group

Class Code	Applies in:	Discontinued in:	Hazard Group A–G
1473	NG	<u>4/1/16: NC</u>	E
1474	NG	<u>4/1/16: NC</u>	E
2791	NG	<u>4/1/16: NC</u>	A
3516	NG	<u>4/1/16: NC</u>	B
4301	NG	<u>4/1/16: NC</u>	B
4417	NG	<u>4/1/16: NC</u>	B
8710	NG	<u>4/1/16: NC</u>	E

NOTE: This exhibit revises the national Table of Classifications by Hazard Group in NCCI's *Basic Manual for Workers Compensation and Employers Liability Insurance*. The content shown in this table is not a complete replacement of the existing Table of Classifications by Hazard Group.