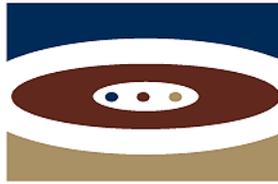


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2012 Class Code Changes

NORTH CAROLINA

Effective 4/1/2012

Applicable to policies written on or after 4/1/2012.

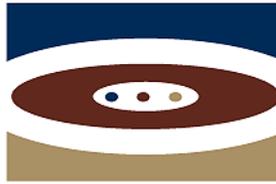


Industries Impacted by Class Code changes effective 4/1/2012 include:

- **Cracker Manufacturing**
- **Carpentry Shop**
- **Motion Pictures**
- **Banking & Check Cashing Stores**
- **Insurance Operations**
- **Oil or Gas Lease, Well & Drilling**
- **Property and Building Management**
- **Country Clubs**

For the specific impact of these changes to North Carolina, see the Workers Compensation Circulars on our website for the following NCCI Items: B-1409, B-1410, B-1412, B-1413, B-1415 and B-1419.

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Cracker Manufacturing

- **2001- Cracker Mfg.**
 - Discontinued 04/01/2012
 - Exposure for this code will be included in Class Code **2003- Bakery & Drivers, Route Supervisors.**

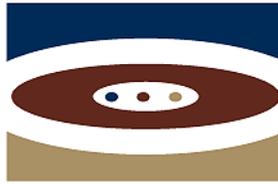


Carpentry Shop

- **2812-Cabinet Works-With Power Machinery**
 - Discontinued effective 04/01/2012
 - Exposure for this code will be included in Class Code **2883**.
- **2883- Furniture Mfg.-Wood-NOC**
 - Revised the phraseology to read *Furniture Manufacturing and Cabinet Shop-Wood-NOC*.
 - Included the use of power machinery
- **2881- Furniture Assembly-Wood-From Manufactured Parts**
 - Revised the phraseology to read *Furniture Manufacturing and Cabinet Shop-Assembly by Hand-Wood*.

NOTE: This slide is a correction of the reported 2011 changes. Code 2812 underwent a two-year transition period beginning 4/1/2011.

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Motion Pictures

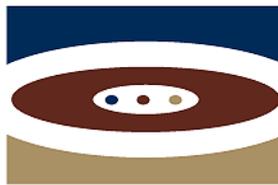
- **4362- Motion Picture- Film Exchange & Projection Rooms, Clerical**
 - Discontinued 04/01/2012
 - Exposure for this code will be included in Class Code **4360- Motion Picture: Film Exchange & Projection Rooms, Clerical.**



Banking & Check Cashing

- **8855-Banks & Trust Companies-All Employees, Salespersons, Drivers and Clerical**
 - Established as a new national classification
- **8856-Check Cashing Establishments-All Employees, Salespersons, Drivers and Clerical**
 - Established as a new national classification

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Banking & Check Cashing

- Discontinued **cross reference phraseologies** under the following codes for *Banks & Trust Companies*:
 - **7380-** *Banks & Trust Companies-Armored Car*
 - **9015-** *Banks & Trust Companies-Building Maintenance, Care or Custody*
 - **8833-** *Banks & Trust Companies-Dispensaries*
 - **7720-** *Banks & Trust Companies-Employees of Contracting Agencies in Bank Service-Guards, Patrols, Messengers or Armored Car Crews & Drivers*
 - **5191-** *Banks & Trust Companies-Office Machine Repair*



Insurance Companies—Including Clerical & Salespersons

- **8723-Insurance Companies including Clerical & Salespersons:**
 - Established as a new national classification
- **8803-Auditor Accountant or Computer System Design or Programmer-Traveling:**
 - Discontinued phraseology note referring to insurance company premium auditors under code **8803** and reassigned these operations to a new national code: **8723**



Insurance Companies—Including Clerical & Salespersons

- **8720-Inspection of Risks for Insurance or Valuation Purposes-NOC:**
 - Assigned outside claim adjusters to this code
- **8742-Claim Adjusters-Insurance Co:**
 - Discontinued the cross reference under **8742** and added a reference to **8720** for outside claim adjusters



Oil or Gas Lease, Well & Drilling

- **1320 –Oil or Gas-Lease Operator-All Operations & Drivers:**
 - Clarified in the phraseology that code **1320** is intended for owners of an oil or gas lease.
- **6126–Oil or Gas–Lease Work NOC–By Contractor & Drivers:**
 - Clarified in the phraseology that code **6126** is intended to be an NOC classification for specialized oil or gas lease work/services not otherwise classified.
- **6204–Drilling NOC & Drivers:**
 - Clarified in the phraseology that code **6204** is applicable to specialist drillers who drill holes in the ground or in concrete or masonry walls, floors, etc.



Oil or Gas Lease, Well & Drilling

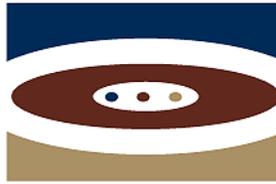
- **6206-Oil or Gas-Well-Acidizing-All Employees & Drivers and Oil or Gas-Well Cementing-All Employees & Drivers**
 - Expanded the description with more detail regarding various stimulation techniques performed by specialist contractors.
 - Clarified that these activities are assigned to **6235** when performed by employees of a drilling company.
- **1322-Oil or Gas-Well-Cleaning or Swabbing of Old Wells Having Previously Produced Gas or Oil-By Contractor-No Drilling & Drivers**
 - Revised the phraseology to read *Oil or Gas-Well-Cleaning or Swabbing of Wells By Specialist Contractor-No Drilling & Drivers*.



Oil or Gas Lease, Well & Drilling

- **6213-Oil or Gas-Well-Specialty Tool Operation NOC-By Contractor-All Employees & Drivers**
 - Revised the phraseology to read *Oil or Gas-Well-Specialty Tool & Equipment Leasing-All Employees & Drivers*.
- Revised the **phraseology notes** of the following class codes:
 - 1322, 6213, 6214, 6236, 6237, 3719

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Geophysical Exploration

- **8606-Geophysical Exploration-Seismic-All Employees & Drivers:**
 - Changed the phraseology to read *Geophysical Exploration-All Employees & Drivers*.
 - Discontinued the cross reference phraseology under code **7380** for *Geophysical Exploration NOC-All Employees & Drivers*.



Building Operations and Property Management

- **9012-Building Operation By Owner, Lessee or Real Estate Management Firm: Professional Employees, Property Managers and Leasing Agents and Clerical, Salespersons:**
 - Amended the phraseology to read *Building or Property Management-Property Managers and Leasing Agents & Clerical, Salespersons*.
 - Clarified the use of **9012** for clerical employees of bathhouses, public swimming pools and campgrounds.
 - Amended cross reference phraseologies to include time shares.
 - Created cross reference for mini-storage facilities, flea markets and mobile home or trailer parks.
 - Assigned employees working exclusively for a country club run by a condominium or other community association to code **9060- Club- Country, Golf, Fishing or Yacht- & Clerical** in lieu of codes **9012** and **9015**.



Building Operations and Property Management

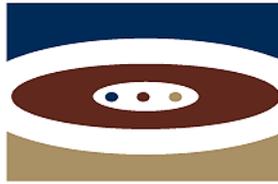
- **9015-Buildings-Operation By Owner or Lessee or Real Estate Management Firm: All Other Employees:**
 - Amended the phraseology to read *Building or Property Management – All Other Employees*.
 - Clarified the use of this code for doormen, security desk personnel, elevator operators, gatekeepers and concierges.
 - Amended cross reference phraseologies to include time shares.
 - Created cross references for mini-storage facilities, flea markets and mobile home or trailer parks.
 - Assigned day care centers that provide overnight accommodations and/or operate 24 hours per day to code **8869- Child Care Center- All Employers Including Clerical, Salespersons & Drivers** in lieu of code **9015**.
 - Assigned employees working exclusively for a country club run by a condominium or other community association to code **9060** in lieu of codes **9012** and **9015**.
 - Assigned swim teams, clubs, schools, instructors and associations to code **9063- YMCA, YWCA, YMHA, or YWHA, Institution- All Employees & Clerical** in lieu of code **9015**.



Building Operations & Property Management

- **9033- Housing Authority and Clerical, Salespersons, Drivers:**
 - Clarified the use of this code – The authority may be a governmental, quasi-governmental, or privately run charitable, not-for-profit, or for-profit agency.

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2013 Class Code Changes

North Carolina

Effective 4/1/2013

Applicable to policies written on or after 4/1/2013.



Industries Impacted by Class Code changes effective 4/1/2013 will include:

- **Telecommunications, Burglar and Fire Alarm & Electronics Installation, Service & Repair**
- **Carpentry-Dwellings-Three Stories or Less (*Correction from 2011 presentation*)**

Note: These changes will occur at the end of a **Transition Period** that began 4/1/2011.



Transition Period

Transition Period Explained:

- Changes in class codes may take place over a transition period. The transition period is the period in which we move from one class code to another. A transition period is used to reduce the impact on the rate/loss cost that may result when a class code is created or eliminated.
- For example, in a three year transition period the first and second year is when data is gathered and the rate/loss cost is developed. The third year is when the “new” code becomes active.
- **Keep in mind that the code is not applicable until the last year of the transition. It is in the final year of the transition period that the new code must be used.**



Transition Period

- **The Class Codes that will be transitioning in 2013 include:**
 - **7600- Telephone or Telegraph Co.: All Other Employees & Drivers**
 - A three year transition period to the use of 7600
 - **5651- Carpentry-Dwellings-Three Stories or Less**
 - A three year transition period to the discontinuation of 5651



Telecommunications, Burglar and Fire Alarm & Electronics Installation, Service & Repair

- The list of class codes below will be discontinued and exposure assigned to **Class Code 7600-Telephone or Telegraph Co.: All Other Employees & Drivers:**
 - **7601-Telephone, Telegraph or Fire Alarm Line Construction & Drivers**
 - **7611-Telephone or Cable TV Line Installation-Contractors, Underground & Drivers**
 - **7612-Telephone or Cable TV Line Installation-Contractors, Overhead & Drivers**
 - **7613-Telephone or Cable TV Line Installation-Contractors, Service Lines and Connections & Drivers**



Telecommunications, Burglar and Fire Alarm & Electronics Installation, Service & Repair

- **7600**
 - Revised phraseology to read *Telecommunications Co.-Cable TV, or Satellite-All Other Employees & Drivers.*

- **8901**
 - Revised phraseology to read *Telecommunications Co.-Office or Exchange Employees & Clerical.*

- **7605**
 - Revised phraseology to read *Burglar and Fire Alarm Installation or Repair & Drivers.*



Carpentry

- **5651- Carpentry-Dwellings-Three Stories or Less**

- Discontinue the use of class code **5651**.
- Reassign exposure to class code **5645**.

Note: 5651 had a two-year transition period that began 4/1/2011.

- **5645-Carpentry-Detached One-or Two-Family Dwellings**

- Revise the phraseology to incorporate the construction of dwellings that do not exceed three stories in height.
- Discontinue the following cross references :
 - Iron or Steel: Erection: Steel Frame-Interior-Light Gauge Steel: By Carpentry Contractors in Connection With the Construction of Detached One- or Two- Family Dwellings
 - Vinyl Siding Installation-Detached One-or Two-Family Dwellings (due to redundancy)
 - Door Installation-Screened-Metal or Wood; Jalousie or Jalousie Screen-Erection; Storm Door or Storm Sash Installation-Wood or Metal; Window Screen or Door Installation-Metal or Wood. (If completed by a specialty contractor, this will be covered under **5102**)



Carpentry

- **5403-Carpentry NOC**
 - Create a cross reference phraseology for *Carpentry-Construction of Residential Dwellings Exceeding Three Stories in Height or Commercial Buildings and Structures*.
 - Clarify that this code is assigned to specialty contractors that install all types of siding on commercial buildings and/or existing dwellings that exceed three stories in height.



Questions

If you have any questions about any of these Class Code changes, please contact our **Information Center** for more information.

- Phone: 919-582-1056
- E-mail: wcinfo@ncrb.org