

March 23, 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 revised (1) basic limits premium rates for liability insurance for trucks, tractors and trailers, garages, and private passenger types not eligible for rating under the North Carolina Personal Auto Manual; (2) bodily injury and property damage liability increased limits tables for such coverages rated under the Facility's Commercial Automobile Manual.

Enclosed are exhibits which set forth the revised basic limits rates and increased limits tables to be implemented by member companies in accordance with the effective date rule set forth below. The exhibits which 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 are designed to replace the like-numbered pages included in the current North Carolina Reinsurance Facility Commercial Automobile Manual of Rules and Rates.

The revised rates and other changes will become effective July 1, 2009 in accordance with the following Rule of Application:

These changes are applicable to all policies effective on or after July 1, 2009. No policy effective prior to July 1, 2009 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 July 1, 2009.

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 July 1, 2009 is to

apply 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 July 1, 2009, these changes may not be applied until the first experience rating date on or after July 1, 2009.

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-09-3

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

INCREASED LIABILITY LIMITS

BODILY INJURY FACTORS

Classification	Limits Identifier Code (3)					
	Limit of Liability (in 1000's)					
	25/50	30/60	85/85	50/100	100/100	100/300
	Limit Codes					
	46	49	52	49	52	52
1. Light and Medium Trucks	1.00	1.06	1.27	1.20	1.34	1.57
2. Heavy Trucks and Truck Tractors	1.00	1.06	1.33	1.25	1.42	1.69
3. Extra-Heavy Trucks and Truck Tractors	1.00	1.06	1.36	1.27	1.46	1.77
4. Trucks, Tractors and Trailers Zone Rated	1.00	1.07	1.36	1.28	1.46	1.77
5. All Other Risks	1.00	1.06	1.27	1.22	1.34	1.58

NORTH CAROLINA REINSURANCE FACILITY
COMMERCIAL AUTOMOBILE MANUAL

INCREASED LIABILITY LIMITS

PROPERTY DAMAGE FACTORS

Classification	Limits Identifier Code (3)				
	Limit of Liability (in 1000's)				
	15	20	25	30	50
	Limit Codes				
	03	04	05	06	08
1. Light and Medium Trucks	1.00	1.01	1.02	1.03	1.05
2. Heavy Trucks and Truck Tractors	1.00	1.01	1.02	1.03	1.05
3. Extra-Heavy Trucks and Truck Tractors	1.00	1.01	1.02	1.03	1.05
4. Trucks, Tractors and Trailers Zone Rated	1.00	1.01	1.02	1.03	1.04
5. All Other Risks	1.00	1.01	1.02	1.03	1.05

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LIGHT AND MEDIUM TRUCKS

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	139	167	218	168	171	176	43	52	57
	Fleet	153	184	240	185	189	194			
12	Non-Fleet	215	258	338	259	264	272	66	80	88
	Fleet	237	284	372	285	291	299			
13	Non-Fleet	179	215	281	216	220	227	55	66	73
	Fleet	197	236	309	238	243	250			
14	Non-Fleet	182	218	286	220	224	231	56	68	74
	Fleet	200	240	314	242	247	254			
15	Non-Fleet	152	182	239	182	186	191	47	56	62
	Fleet	167	200	262	200	204	210			
16	Non-Fleet	212	254	333	256	261	269	66	79	86
	Fleet	233	280	366	282	288	296			
17	Non-Fleet	179	215	281	216	220	227	55	66	73
	Fleet	197	236	309	238	243	250			
18	Non-Fleet	150	180	236	180	184	189	46	56	61
	Fleet	165	198	259	198	202	208			
19	Non-Fleet	142	170	223	171	174	180	44	53	58
	Fleet	156	187	245	188	192	197			
20	Non-Fleet	165	198	259	199	203	209	51	61	67
	Fleet	182	218	286	219	223	230			
21	Non-Fleet	171	205	268	205	209	215	53	63	70
	Fleet	188	226	295	226	231	237			
22	Non-Fleet	165	198	259	198	202	208	51	61	67
	Fleet	182	218	286	218	222	229			
23	Non-Fleet	142	170	223	171	174	180	44	53	58
	Fleet	156	187	245	188	192	197			
24	Non-Fleet	132	158	207	159	162	167	41	49	54
	Fleet	145	174	228	175	179	184			

HIRED CAR	Bodily Injury 25/50	Property Damage 15
All Territories	\$0.23	\$0.30

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HEAVY TRUCKS AND TRUCK TRACTORS

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	139	174	235	168	171	176	43	52	57
	Fleet	153	191	259	185	189	194			
12	Non-Fleet	215	269	363	259	264	272	66	80	88
	Fleet	237	296	401	285	291	299			
13	Non-Fleet	179	224	303	216	220	227	55	66	73
	Fleet	197	246	333	238	243	250			
14	Non-Fleet	182	228	308	220	224	231	56	68	74
	Fleet	200	250	338	242	247	254			
15	Non-Fleet	152	190	257	182	186	191	47	56	62
	Fleet	167	209	282	200	204	210			
16	Non-Fleet	212	265	358	256	261	269	66	79	86
	Fleet	233	291	394	282	288	296			
17	Non-Fleet	179	224	303	216	220	227	55	66	73
	Fleet	197	246	333	238	243	250			
18	Non-Fleet	150	188	254	180	184	189	46	56	61
	Fleet	165	206	279	198	202	208			
19	Non-Fleet	142	178	240	171	174	180	44	53	58
	Fleet	156	195	264	188	192	197			
20	Non-Fleet	165	206	279	199	203	209	51	61	67
	Fleet	182	228	308	219	223	230			
21	Non-Fleet	171	214	289	205	209	215	53	63	70
	Fleet	188	235	318	226	231	237			
22	Non-Fleet	165	206	279	198	202	208	51	61	67
	Fleet	182	228	308	218	222	229			
23	Non-Fleet	142	178	240	171	174	180	44	53	58
	Fleet	156	195	264	188	192	197			
24	Non-Fleet	132	165	223	159	162	167	41	49	54
	Fleet	145	181	245	175	179	184			

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EXTRA-HEAVY TRUCKS AND TRUCK-TRACTORS

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	139	177	246	168	171	176	43	52	57
	Fleet	153	194	271	185	189	194			
12	Non-Fleet	215	273	381	259	264	272	66	80	88
	Fleet	237	301	419	285	291	299			
13	Non-Fleet	179	227	317	216	220	227	55	66	73
	Fleet	197	250	349	238	243	250			
14	Non-Fleet	182	231	322	220	224	231	56	68	74
	Fleet	200	254	354	242	247	254			
15	Non-Fleet	152	193	269	182	186	191	47	56	62
	Fleet	167	212	296	200	204	210			
16	Non-Fleet	212	269	375	256	261	269	66	79	86
	Fleet	233	296	412	282	288	296			
17	Non-Fleet	179	227	317	216	220	227	55	66	73
	Fleet	197	250	349	238	243	250			
18	Non-Fleet	150	191	266	180	184	189	46	56	61
	Fleet	165	210	292	198	202	208			
19	Non-Fleet	142	180	251	171	174	180	44	53	58
	Fleet	156	198	276	188	192	197			
20	Non-Fleet	165	210	292	199	203	209	51	61	67
	Fleet	182	231	322	219	223	230			
21	Non-Fleet	171	217	303	205	209	215	53	63	70
	Fleet	188	239	333	226	231	237			
22	Non-Fleet	165	210	292	198	202	208	51	61	67
	Fleet	182	231	322	218	222	229			
23	Non-Fleet	142	180	251	171	174	180	44	53	58
	Fleet	156	198	276	188	192	197			
24	Non-Fleet	132	168	234	159	162	167	41	49	54
	Fleet	145	184	257	175	179	184			

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PRIVATE PASSENGER TYPES

	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
	25/50	50/100	100/300	15	25	50	500	1000	2000
Territory	Limit Code						Limit Code		
	46	49	52	03	05	08	1	3	4
11	161	196	254	190	194	200	17	21	24
12	233	284	368	276	282	290	24	31	35
13	185	226	292	220	224	231	19	25	28
14	174	212	275	206	210	216	18	23	26
15	182	222	288	216	220	227	19	24	27
16	191	233	302	226	231	237	20	25	29
17	181	221	286	215	219	226	19	24	27
18	173	211	273	204	208	214	18	23	26
19	160	195	253	189	193	198	16	21	24
20	181	221	286	215	219	226	19	24	27
21	155	189	245	183	187	192	16	21	23
22	172	210	272	203	207	213	18	23	26
23	160	195	253	189	193	198	16	21	24
24	143	174	226	170	173	179	15	19	22

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TAXIS AND LIMOUSINES

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	876	1069	1384	420	428	441	171	201	230
	Fleet	964	1176	1523	462	471	485			
12	Non-Fleet	1355	1653	2141	648	661	680	264	310	355
	Fleet	1491	1819	2356	713	727	749			
13	Non-Fleet	1128	1376	1782	540	551	567	220	258	296
	Fleet	1241	1514	1961	594	606	624			
14	Non-Fleet	1147	1399	1812	550	561	578	224	263	301
	Fleet	1262	1540	1994	605	617	635			
15	Non-Fleet	958	1169	1514	455	464	478	187	219	251
	Fleet	1054	1286	1665	501	511	526			
16	Non-Fleet	1336	1630	2111	640	653	672	261	306	350
	Fleet	1470	1793	2323	704	718	739			
17	Non-Fleet	1128	1376	1782	540	551	567	220	258	296
	Fleet	1241	1514	1961	594	606	624			
18	Non-Fleet	945	1153	1493	450	459	473	184	216	248
	Fleet	1040	1269	1643	495	505	520			
19	Non-Fleet	895	1092	1414	428	437	449	175	205	234
	Fleet	985	1202	1556	471	480	495			
20	Non-Fleet	1040	1269	1643	498	508	523	203	238	272
	Fleet	1144	1396	1808	548	559	575			
21	Non-Fleet	1077	1314	1702	513	523	539	210	247	282
	Fleet	1185	1446	1872	564	575	592			
22	Non-Fleet	1040	1269	1643	495	505	520	203	238	272
	Fleet	1144	1396	1808	545	556	572			
23	Non-Fleet	895	1092	1414	428	437	449	175	205	234
	Fleet	985	1202	1556	471	480	495			
24	Non-Fleet	832	1015	1315	398	406	418	162	191	218
	Fleet	915	1116	1446	438	447	460			

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SCHOOL AND CHURCH BUSES

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	111	135	175	101	103	106	27	31	36
	Fleet	122	149	193	111	113	117			
12	Non-Fleet	172	210	272	155	158	163	41	49	56
	Fleet	189	231	299	171	174	180			
13	Non-Fleet	143	174	226	130	133	137	34	40	46
	Fleet	157	192	248	143	146	150			
14	Non-Fleet	146	178	231	132	135	139	35	41	47
	Fleet	161	196	254	145	148	152			
15	Non-Fleet	122	149	193	109	111	114	29	34	40
	Fleet	134	163	212	120	122	126			
16	Non-Fleet	170	207	269	154	157	162	41	48	55
	Fleet	187	228	295	169	172	177			
17	Non-Fleet	143	174	226	130	133	137	34	40	46
	Fleet	157	192	248	143	146	150			
18	Non-Fleet	120	146	190	108	110	113	29	34	39
	Fleet	132	161	209	119	121	125			
19	Non-Fleet	114	139	180	103	105	108	27	32	37
	Fleet	125	153	198	113	115	119			
20	Non-Fleet	132	161	209	119	121	125	32	37	43
	Fleet	145	177	229	131	134	138			
21	Non-Fleet	137	167	216	123	125	129	33	39	44
	Fleet	151	184	239	135	138	142			
22	Non-Fleet	132	161	209	119	121	125	32	37	43
	Fleet	145	177	229	131	134	138			
23	Non-Fleet	114	139	180	103	105	108	27	32	37
	Fleet	125	153	198	113	115	119			
24	Non-Fleet	106	129	167	95	97	100	25	30	34
	Fleet	117	143	185	105	107	110			

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ALL OTHER BUSES

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	1056	1288	1668	319	325	335	149	173	196
	Fleet	1162	1418	1836	351	358	369			
12	Non-Fleet	1634	1993	2582	492	502	517	230	268	304
	Fleet	1797	2192	2839	541	552	568			
13	Non-Fleet	1360	1659	2149	410	418	431	192	223	253
	Fleet	1496	1825	2364	451	460	474			
14	Non-Fleet	1383	1687	2185	418	426	439	195	227	257
	Fleet	1521	1856	2403	460	469	483			
15	Non-Fleet	1155	1409	1825	346	353	363	163	189	215
	Fleet	1271	1551	2008	381	389	400			
16	Non-Fleet	1611	1965	2545	486	496	510	227	264	300
	Fleet	1772	2162	2800	535	546	562			
17	Non-Fleet	1360	1659	2149	410	418	431	192	223	253
	Fleet	1496	1825	2364	451	460	474			
18	Non-Fleet	1140	1391	1801	342	349	359	161	187	212
	Fleet	1254	1530	1981	376	384	395			
19	Non-Fleet	1079	1316	1705	325	332	341	152	177	201
	Fleet	1187	1448	1875	358	365	376			
20	Non-Fleet	1254	1530	1981	378	386	397	177	206	233
	Fleet	1379	1682	2179	416	424	437			
21	Non-Fleet	1300	1586	2054	390	398	410	183	213	242
	Fleet	1430	1745	2259	429	438	450			
22	Non-Fleet	1254	1530	1981	376	384	395	177	206	233
	Fleet	1379	1682	2179	414	422	435			
23	Non-Fleet	1079	1316	1705	325	332	341	152	177	201
	Fleet	1187	1448	1875	358	365	376			
24	Non-Fleet	1003	1224	1585	302	308	317	141	164	187
	Fleet	1103	1346	1743	332	339	349			

North Carolina Reinsurance Facility
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VAN POOLS

T e r r	Class	Bodily Injury Limit			Property Damage Limit			Medical Payments Limit		
		25/50	50/100	100/300	15	25	50	500	1000	2000
		Limit Code						Limit Code		
		46	49	52	03	05	08	1	3	4
11	Non-Fleet	111	135	175	134	137	141	34	41	45
	Fleet	122	149	193	147	150	154			
12	Non-Fleet	172	210	272	207	211	217	53	64	70
	Fleet	189	231	299	228	233	239			
13	Non-Fleet	143	174	226	173	176	182	44	53	58
	Fleet	157	192	248	190	194	200			
14	Non-Fleet	146	178	231	176	180	185	45	54	59
	Fleet	161	196	254	194	198	204			
15	Non-Fleet	122	149	193	146	149	153	38	45	50
	Fleet	134	163	212	161	164	169			
16	Non-Fleet	170	207	269	205	209	215	53	63	69
	Fleet	187	228	295	226	231	237			
17	Non-Fleet	143	174	226	173	176	182	44	53	58
	Fleet	157	192	248	190	194	200			
18	Non-Fleet	120	146	190	144	147	151	37	45	49
	Fleet	132	161	209	158	161	166			
19	Non-Fleet	114	139	180	137	140	144	35	42	46
	Fleet	125	153	198	151	154	159			
20	Non-Fleet	132	161	209	159	162	167	41	49	54
	Fleet	145	177	229	175	179	184			
21	Non-Fleet	137	167	216	164	167	172	42	51	56
	Fleet	151	184	239	180	184	189			
22	Non-Fleet	132	161	209	158	161	166	41	49	54
	Fleet	145	177	229	174	177	183			
23	Non-Fleet	114	139	180	137	140	144	35	42	46
	Fleet	125	153	198	151	154	159			
24	Non-Fleet	106	129	167	127	130	133	33	39	43
	Fleet	117	143	185	140	143	147			

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GARAGES

		Bodily Injury Limit			Property Damage Limit		
		25/50	50/100	100/300	15	25	50
Territory	Class	Limit Code			Limit Code		
		46	49	52	03	05	08
11	Dealers	258	315	408	262	267	275
12	Dealers	400	488	632	405	413	425
13	Dealers	333	406	526	338	345	355
14	Dealers	339	414	536	343	350	360
15	Dealers	282	344	446	286	292	300
16	Dealers	394	481	623	400	408	420
17	Dealers	333	406	526	337	344	354
18	Dealers	279	340	441	283	289	297
19	Dealers	263	321	416	267	272	280
20	Dealers	307	375	485	311	317	327
21	Dealers	317	387	501	322	328	338
22	Dealers	306	373	483	310	316	326
23	Dealers	263	321	416	267	272	280
24	Dealers	245	299	387	248	253	260

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	1.68	1.86	1.94	1.94	1.71
300/300	64	1.87	2.08	2.23	2.21	1.89
250/500	61	1.94	2.20	2.36	2.34	1.97
400/400	68	2.03	2.32	2.49	2.49	2.07
500/500	68	2.18	2.50	2.74	2.72	2.21
750/750	73	2.48	2.91	3.21	3.20	2.53
1000/1000	73	2.71	3.24	3.62	3.61	2.78
1500/1500	74	3.09	3.79	4.28	4.25	3.15
2000/2000	75	3.41	4.24	4.84	4.80	3.47
2500/2500	76	3.64	4.62	5.33	5.27	3.75
5000/5000	79	4.58	6.05	7.14	7.07	4.71
7500/7500		5.20	7.05	8.41	8.33	5.34
10000/10000		5.56	7.70	9.24	9.15	5.72
12500/12500		5.77	8.09	9.73	9.64	5.92
15000/15000		5.87	8.30	9.99	9.91	6.03

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	1.07	1.07	1.07	1.06	1.07
100	10	1.08	1.08	1.08	1.07	1.08
300	14	1.10	1.11	1.12	1.11	1.10
400	15	1.11	1.12	1.14	1.13	1.11
500	16	1.12	1.13	1.15	1.14	1.12
750	17	1.14	1.15	1.17	1.16	1.14
1000	18	1.15	1.17	1.19	1.17	1.15
1500	19	1.16	1.19	1.21	1.19	1.17
2000	20	1.17	1.20	1.22	1.20	1.18
2500	21	1.18	1.21	1.23	1.21	1.19
5000	23	1.20	1.23	1.25	1.24	1.21
7500		1.22	1.25	1.27	1.26	1.23
10000		1.23	1.26	1.28	1.27	1.24
12500		1.24	1.27	1.29	1.28	1.25
15000		1.25	1.28	1.30	1.29	1.26