

NORTH CAROLINA RATE BUREAU

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November 22, 1999

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Elimination of Rules 5.F. and 5.G.
Personal Auto Manual

The Commissioner of Insurance has approved amendments to Rule 5 - Safe Driver Insurance Plan in the North Carolina Personal Auto Manual filed on behalf of the member companies of this Rate Bureau and the North Carolina Reinsurance Facility.

Enclosed is a memorandum setting forth the amendments which involve eliminating Rules 5.F. and 5.G. These amendments become effective February 1, 2000 in accordance with the following Rule of Application:

These amendments are applicable to policies written on and after February 1, 2000.

Please see to it that this circular letter is brought to the attention of all interested personnel in your Company.

Very truly yours,

John W. Watkins

General Manager

JWW:lg

Enclosure

A-99-9

MEMORANDUM: NORTH CAROLINA PERSONAL AUTO MANUAL

Matter Underlined is new; matter ~~struck thru~~ is deleted.

5. SAFE DRIVER INSURANCE PLAN
(SDIP)

(Sections F. and G. are deleted:)

~~F. Administration of the Plan~~

~~1. New Business - (Risks not previously written by the company under the Safe Driver Insurance Plan).~~

~~a. The initial information necessary to assign the proper Driving Record Sub-Classification shall be obtained from an application signed personally by the applicant, the applicant's spouse, or legal representative who shall not be the agent, broker or producer of record.~~

~~b. The signature of the applicant on all applications received from an agent, broker or solicitor shall be certified by such agent, broker or solicitor.~~

~~2. Renewal Business - (Risks previously written by the Company under the Safe Driver Insurance Plan).~~

~~The information necessary to assign the proper renewal Driving Record Sub-Classification shall be determined from any one or a combination of the following:~~

~~a. Company's own records; or~~

~~b. Motor Vehicle records; or~~

~~c. An application signed by the applicant, the applicant's spouse, or legal representative who shall not be the agent, broker or producer of record.~~

~~G. Certification by Agent, Broker or Solicitor~~

~~The signature of the applicant on all applications received from an agent, broker or solicitor shall be certified by such agent, broker or solicitor.~~