



January 12, 2009

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Revised Homeowners Rate Level, Territory  
Definitions and Deductible Program

By Circular Letter To All Member Companies dated December 23, 2008, this Bureau announced changes to the Homeowners rate level, revised territory definitions and the possibility of revising the Homeowners deductible program. Because of delays in the deductible filing, the Bureau staff will be proposing to the Governing Committee on Thursday, January 15, 2009 that the Bureau delay the implementation of the Homeowners deductible program until July 1, 2009. The delay in the implementation of the deductible program will not affect the structure of the deductibles that were included in the circular dated December 23, 2008.

In that regard, please find attached several exhibits showing the rate level changes by territory, the revised base rates, revised windstorm and hail exclusion credits and the revised territory definitions. As announced in the circular letter dated December 23, 2008, these revisions become effective in accordance with the following Rule of Application:

These changes become effective with respect to new and renewal policies written to become effective on or after May 1, 2009.

When the deductible program is approved we will announce the revisions by circular letter.

Please see to it that all interested personnel in your company are aware of these changes.

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

Attachments

P-09-5

## HOMEOWNERS INSURANCE

STATEWIDE AND TERRITORY RATE LEVEL CHANGES

<u>Territory</u>	<u>Forms 2,3,5,7,8</u>	<u>Form 4</u>	<u>Form 6</u>
07*	6.5%	-25.0%	-20.0%
08*	17.5%	-25.0%	-20.0%
32	5.0%	-6.0%	-4.0%
34	4.0%	-14.0%	-10.0%
36	3.0%	7.0%	1.0%
38	-4.0%	5.0%	6.0%
39	-6.0%	1.0%	1.0%
41	12.0%	-9.0%	2.0%
52*	29.8%	-4.0%	-3.0%
48*	22.0%	-15.0%	-2.0%
49*	6.5%	-15.0%	-2.0%
44	6.0%	-2.0%	-4.0%
45	7.0%	-3.0%	3.0%
46	-3.0%	-13.0%	-5.0%
47	2.0%	-6.0%	-3.0%
53	2.0%	-6.5%	-2.0%
57	2.0%	2.0%	11.0%
60	-1.2%	3.0%	7.0%
Statewide	4.05%	-2.5%	0.0%
Combined Statewide Change for all Forms:		3.9%	

Windstorm or Hail Exclusion Credits

	<u>Territory 07*</u>	<u>Territory 08*</u>	<u>Territory 52*</u>	<u>Territory 48*</u>	<u>Territory 49*</u>
Forms 2,3,5,7,8	1131	1270	810	747	626
Form 4	47	46	45	37	37
Form 6	59	60	40	40	40

\*These territories reflect the revised territory definitions as approved in the 2008 Territory Filing. The numeric labels for these territories will be revised for administrative purposes prior to implementation of the approved rate level changes.

NORTH CAROLINA  
 HOMEOWNERS INSURANCE  
APPROVED BASE-CLASS PREMIUMS

<u>Territory</u>	<u>Form 3</u>	<u>Form 4</u>	<u>Form 6</u>
07*	\$1,379	\$105	\$101
08*	\$1,522	\$105	\$101
32	\$431	\$42	\$44
34	\$552	\$63	\$49
36	\$365	\$36	\$34
38	\$344	\$39	\$34
39	\$324	\$33	\$30
41	\$688	\$52	\$45
52*	\$1,050	\$80	\$76
48*	\$987	\$71	\$76
49*	\$862	\$71	\$76
44	\$439	\$46	\$37
45	\$554	\$46	\$41
46	\$381	\$42	\$40
47	\$455	\$43	\$37
53	\$406	\$37	\$42
57	\$364	\$36	\$32
60	\$312	\$32	\$28

Approved base-class premiums for Forms 2, 5, 7 and 8 are determined by applying the approved form relativities to the Form 3 base-class premium.

\*These territories reflect the revised territory definitions as approved in the 2008 Territory Filing. The numeric labels for these territories will be revised for administrative purposes prior to implementation of the approved rate level changes.

1. TERRITORY DEFINITIONS – (For all Coverages and Perils Other than Earthquake).

A. Cities

City of	County of	Code
Charlotte	Mecklenburg	38
Durham	Durham	32
Greensboro	Guilford	36
Raleigh	Wake	32
Winston-Salem	Forsyth	36

B. Other Than Cities

County of	Code
Alamance	57
Alexander	60
Alleghany	60
Anson	44
Ashe	60
Avery	60
Beaufort	439
Bertie	45
Bladen	41
Brunswick	4252
Buncombe	60
Burke	60
Cabarrus	60
Caldwell	60
Camden	439
Carteret	4352
Caswell	46
Catawba	60
Chatham	53
Cherokee	60
Chowan	439
Clay	60
Cleveland	60
Columbus	41
Craven	439
Cumberland	34
Currituck	438
Dare	438
Davidson	57
Davie	60
Duplin	45
Durham	53
Edgecombe	47
Forsyth	57
Franklin	47
Gaston	39
Gates	45
Graham	60
Granville	46
Greene	45
Guilford	57
Halifax	47
Harnett	47
Haywood	60

County of	Code
Henderson	60
Hertford	45
Hoke	47
Hyde	438
Iredell	60
Jackson	60
Johnston	47
Jones	439
Lee	47
Lenoir	45
Lincoln	60
Macon	60
Madison	60
Martin	45
McDowell	60
Mecklenburg	39
Mitchell	60
Montgomery	44
Moore	47
Nash	47
New Hanover	4252
Northampton	47
Onslow	4252
Orange	53
Pamlico	438
Pasquotank	439
Pender	4252
Perquimans	439
Person	46
Pitt	45
Polk	60
Randolph	57
Richmond	44
Robeson	41
Rockingham	60
Rowan	60
Rutherford	60
Sampson	45
Scotland	47
Stanly	60
Stokes	60
Surry	60
Swain	60
Transylvania	60
Tyrrell	439
Union	39
Vance	46
Wake	53
Warren	46
Washington	439
Watauga	60
Wayne	45
Wilkes	60
Wilson	47
Yadkin	57
Yancey	60

Beach Area – Localities south and east of the Inland Waterway from the South Carolina Line to Fort Macon (Beaufort Inlet), thence south and east of Core, Pamlico, Roanoke and Currituck Sounds to the Virginia Line, being those portions of land generally known as the "Outer Banks."

Beach Areas in ~~Carteret~~, Currituck, Dare and Hyde Counties: ~~0507~~

Beach areas in Brunswick, ~~Carteret~~, New Hanover, Onslow and Pender Counties: ~~0608~~

HO-T-1