

March 3, 2009

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Homeowners Revised Manual Pages
Rates and Territories Effective May 1, 2009

By Circular Letter To All Member Companies dated January 12, 2009, this bureau notified member companies of revised base rates, revised windstorm and hail exclusion credits and revised territory definitions to the Homeowners Policy Program to become effective May 1, 2009. By a separate filing (PC124761 approved to become effective May 1, 2009), the Rate Bureau revised the Homeowners Policy Program Manual – North Carolina to reflect these changes.

Attached for your convenience, are the revised Homeowners Manual pages reflecting the above mentioned changes.

To obtain copies, Member Companies can access this manual revision through the Insurance Services Office (ISO) Website www.ISO.com HO-NC-2009-RU-001.

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

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

[FTL:dms](#)

Attachment

P-09-8

**RULE 301.
 BASE PREMIUM COMPUTATION**

Base Class Premium Table

TERRITORY	HO 00 03	HO 00 04	HO 00 06
05	1295	140	126
06	1295	140	126
07	1379	105	101
08	1522	105	101
32	410 431	45 42	46 44
34	534 552	73 63	54 49
36	354 365	34 36	34
38	358 344	37 39	32 34
39	345 324	33	30
41	614 688	57 52	44 45
42	809	83	78
43	809	83	78
44	414 439	47 46	39 37
45	518 554	47 46	40 41
46	393 381	48 42	42 40
47	446 455	46 43	38 37
48	987	71	76
49	862	71	76
52	1050	80	76
53	398 406	40 37	43 42
57	357 364	35 36	29 32
60	316 312	31 32	26 28

Table 301. Base Class Premium

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**RULE A1.
SPECIAL STATE REQUIREMENTS**

A. Special Provisions Endorsement HO 32 32

Use this endorsement with all Homeowners policies.

B. No Coverage For Home Day Care Business HO 32 96

This endorsement details the exclusions and restrictions of the policy with respect to a home day care exposure. Use this endorsement with all Homeowners policies.

C. Windstorm Exterior Paint And Waterproofing Exclusion Endorsement HO 32 86

Use this endorsement with all Homeowners policies in Territories **05 07 and 06 08**.

D. Flood, Earthquake, Mudslide, Mudflow, Or Landslide Insurance Notice

North Carolina law provides that an insurer selling property insurance that does not provide coverage for the perils of flood, earthquake, mudslide, mudflow, or landslide shall provide a specific notice (a "warning" set forth in the related statute) to the policyholder as to which of the listed perils are not covered under the policy.

The required notice must be:

1. provided upon issuance and renewal of each policy;
2. in Times New Roman 16-point font or another equivalent font; and
3. must be included in the policy on a separate page immediately before the declarations page.

The following warning, citing which peril is not covered, must be furnished with each new policy and upon each renewal:

"WARNING: THIS PROPERTY INSURANCE POLICY DOES NOT PROTECT YOU AGAINST LOSSES FROM [FLOODS], [EARTHQUAKES], [MUDSLIDES], [MUDFLOWS], [LANDSLIDES]. YOU SHOULD CONTACT YOUR INSURANCE COMPANY OR AGENT TO DISCUSS YOUR OPTIONS FOR OBTAINING COVERAGE FOR THESE LOSSES. THIS IS NOT A COMPLETE LISTING OF ALL OF THE CAUSES OF LOSSES NOT COVERED UNDER YOUR POLICY. YOU SHOULD READ YOUR ENTIRE POLICY TO UNDERSTAND WHAT IS COVERED AND WHAT IS NOT COVERED."

E. North Carolina Joint Underwriting Association

Section XVI of the Plan of Operation of the Joint Underwriting Association (Fair Plan) sets forth the following as to "Responsibility with Respect to Cancellation or Nonrenewals":

As respects risks eligible under the Plan of Operation, each participating Insurer agrees that with respect to cancellation or nonrenewals initiated by it, it will give to policyholders, except in cases of non-payment of premium, material misrepresentation, or evidence of incendiarism, thirty days to avail themselves of the Plan of Operation and the Insurer shall, in writing, explain to the policyholder the procedures for making application under the Plan of Operation.

F. Company Rates/State Rate Pages

References in the manual to "state company rates" means "state rate pages" in North Carolina.

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RULE A3.
WINDSTORM OR HAIL EXCLUSION – TERRITORIES 05, 06, 42 And 43 07, 08, 48, 49 And 52 ONLY

- A. The peril of Windstorm or Hail may be excluded if:
 - 1. The property is located in an area eligible for such coverage from the North Carolina Underwriting Association; and
 - 2. A Windstorm or Hail Rejection Form is secured and maintained by the company.

Use Absolute Windstorm Or Hail Exclusion Endorsement **HO 32 94**.

- B. To compute the Base Premium:
 - 1. Determine the appropriate Key Premium as described in Rule **301**.
 - 2. Subtract the Windstorm or Hail Exclusion credit shown on the state rate pages from the Key Premium.
 - 3. Multiply the Key Premium excluding Windstorm or Hail Coverage developed in Step **2**. by the Key Factor for the desired limit of liability.
 - 4. For example:

Form **HO 00 02** Key Premium = \$640
 Windstorm or Hail Exclusion Credit = \$427
 Key Factor for \$100,000 = 1.109

Step **1**. Determine the Key Premium
 Key Premium = \$640

Step **2**. Subtract Windstorm or Hail Exclusion Credit from Key Premium
 $\$640 - \$427 = \$213$

Step **3**. Multiply Key Factor for desired limit by amount in Step **2**. $\$213 \times 1.109 = \236.22 , round to \$236 = Base Premium

- C. When Endorsement **HO 32 94** is attached to the policy, enter the following on the Declarations page:
 "This policy does not provide coverage for the peril of Windstorm or Hail".
- D. When coverage for other specific structures or other structures rented to others is requested, refer to Rules **514.A.1.a.** and **514.A.2.a.(1)** in the state rate pages for the rates excluding windstorm or hail coverage.

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**RULE 302.
LOSS SETTLEMENT OPTIONS**

Rule 302. is replaced by the following:

A. Functional Replacement Cost Loss Settlement – HO 00 02, HO 00 03 And HO 00 05 Only

1. Introduction

The policy provides building loss settlement on a replacement cost basis if, at the time of loss, the amount of insurance on the damaged building represents at least 80% of the full replacement cost of the building immediately before the loss.

2. Coverage Description

The policy may be endorsed to provide building loss settlement exclusively on a functional replacement cost basis if, at the time of loss, the amount of insurance on the damaged building is 80% or more of the functional replacement cost of the building immediately before the loss. Functional Replacement Cost means the amount which it would cost to repair or replace the damaged building with less costly common construction materials and methods which are functionally equivalent to obsolete, antique or custom construction materials and methods.

3. Premium Computation

Develop the Base Premium in accordance with Rule 301. for the amount of insurance selected for this option. However, if Absolute Windstorm Or Hail Exclusion Endorsement **HO 32 94** is also made a part of the policy then develop the Base Premium in accordance with Additional Rule **A3. Windstorm Or Hail Exclusion – Territories 05, 06, 42 And 43 07, 08, 48, 49 And 52** Only.

4. Endorsement

Use Functional Replacement Cost Loss Settlement – North Carolina Endorsement **HO 32 50**.

B. Actual Cash Value Loss Settlement – HO 00 02, HO 00 03 And HO 00 05 Only

1. Introduction

The policy provides building loss settlement on a replacement cost basis if, at the time of loss, the amount of insurance on the damaged building represents at least 80% of the full replacement cost of the building immediately before the loss.

2. Coverage Description

The policy may be endorsed to provide building loss settlement exclusively on an actual cash value basis if, on the inception date of the policy, the Coverage **A** limit of liability selected by the insured is less than 80% of the full replacement cost of the dwelling.

3. Premium Computation

To develop the Base Premium for the Coverage **A** limit of liability shown in the policy declarations:

- a. Multiply the Coverage **A** limit of liability by the appropriate factor from the following table and round to the nearest \$1,000:

% Of Replacement Value	Factor
20%	4.00
30%	2.67
40%	2.00
50%	1.60
60%	1.33
70%	1.14

Table 302.B.3.a. Factors

- b. Develop a Base Premium in accordance with Rule 301. for the amount of insurance computed in Paragraph **B.3.a**.
- c. Multiply the premium determined in Paragraph **B.3.b**. by the appropriate factor from the following table:

% Of Replacement Value	Factor
20%	.73
30%	.74
40%	.75
50%	.76
60%	.77
70%	.78
80%	.80

Table 302.B.3.c. Factors

- d. If Absolute Windstorm Or Hail Exclusion Endorsement **HO 32 94** is also made a part of the policy then develop the Base Premium in accordance with Additional Rule **A3. Windstorm Or Hail Exclusion – Territories 05, 06, 42 And 43 07, 08, 48, 49 And 52** Only and multiply that Base Premium by the appropriate factor from Table 302.B.3.c.

4. Endorsement

Use Actual Cash Value Loss Settlement Endorsement **HO 04 81**.

C. Special Loss Settlement – HO 00 02, HO 00 03 And HO 00 05 Only

1. Introduction

The policy provides building loss settlement on a replacement cost basis if, at the time of loss, the amount of insurance on the damaged building represents at least 80% of the full replacement cost of the building immediately before the loss.

2. Coverage Description

This percentage amount may be modified to 50%, 60% or 70% of replacement value without affecting the loss settlement provisions. If this option is selected, the Coverage **A** limit of liability representing 50%, 60% or 70% of replacement value is to be shown in the policy declarations.

3. Premium Computation

To develop the Base Premium for the Coverage **A** limit of liability shown in the policy declarations:

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RULE 302.
LOSS SETTLEMENT OPTIONS (Cont'd)

- a. Multiply the Coverage A limit of liability by the appropriate factor from the following table and round to the nearest \$1,000:

% Of Replacement Value	Factor
50%	1.60
60%	1.33
70%	1.14

Table 302.C.3.a. Factors

- b. Develop a Base Premium in accordance with Rule 301. for the amount of insurance computed in preceding Paragraph a. However, if Absolute Windstorm Or Hail Exclusion Endorsement **HO 32 94** is also made a part of the policy then develop the Base Premium in accordance with Additional Rule **A3**. Windstorm Or Hail Exclusion – **05, 06, 42 And 43 07, 08, 48, 49 And 52** Only for the amount of insurance computed in Paragraph a.

- c. Multiply the premium determined in preceding Paragraph b. by the appropriate factor from the following table:

% Of Replacement Value	Factor
50%	.96
60%	.97
70%	.98

Table 302.C.3.c. Factors

4. Endorsement

Use Special Loss Settlement Endorsement **HO 04 56**.

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**RULE 303.
ORDINANCE OR LAW COVERAGE ALL FORMS
EXCEPT HO 00 08**

Paragraph **B.2.a.** is replaced by the following if Absolute Windstorm Or Hail Exclusion Endorsement **HO 32 94** is also made a part of the policy:

B. Increased Amount Of Coverage

2. Premium Determination

a. Forms HO 00 02, HO 00 03 And HO 00 05

To develop the Base Premium multiply the premium computed in accordance with the Additional Rule **A3**. Windstorm Or Hail Exclusion – Territories ~~05, 06, 42 And 43~~ **07, 08, 48, 49 And 52** Only by the appropriate factor selected from the following table:

Percentage Of Coverage A		Factors Coverage A Limit	
Increase In Amount	Total Amount	\$60,000 To \$140,000	All Other
15%	25%	1.13	1.05
40%	50%	1.35	1.14
65%	75%	1.51	1.20
90%	100%	1.67	1.27
For each add'l 25% increment, add		.16	.07

Table 303.B.2.a. Factors

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**RULE 406.
DEDUCTIBLES**

Paragraph **B.3.** is replaced by the following:

B. Optional Deductibles

3. \$250 Theft Deductible

All forms except **HO 00 05**, **HO 00 04** with Special Personal Property Coverage Endorsement **HO 32 95** and **HO 00 06** with Unit-Owners Coverage **C** Special Coverage Endorsement **HO 32 35**.

- a. The theft deductible applies to Coverage **C** – Personal Property and is available only when:
 - (1) A \$100 deductible applies to All Other Perils; or
 - (2) A higher deductible applies to the peril of Windstorm or Hail, as described in Paragraph **C.3.**, and a \$100 deductible applies to All Other Perils.
- b. When the \$100 deductible applies to All Other Perils, compute the premium by multiplying the Base Premium by a factor of:
 - (1) 1.09 for all forms except **HO 00 04** and **HO 00 06**; or
 - (2) 1.05 for Forms **HO 00 04** or **HO 00 06**.
- c. When a higher Windstorm or Hail and \$100 All Other Perils deductible applies, subtract a factor of .01 from the factors shown in Paragraph **C.3.a.(6)** or **C.3.b.(5)** for policies applicable to a higher windstorm or hail deductible.

Paragraph **C.1.** is replaced by the following:

C. Optional Higher Deductibles

1. All Perils Deductibles

To compute the premium for this deductible type, multiply the Base Premium by the factors selected from the following table:

All Forms Except HO 00 04 And HO 00 06				
Coverage A Limit	Deductible Amounts			
	\$500	\$1000	\$1500	\$2500
Up to \$59,999	.91	.79	.73	.62
\$60,000 to 99,999	.91	.79	.73	.62
100,000 to 200,000	.92	.79	.73	.62
200,001 and Over	.96	.89	.84	.75
HO 00 04				
Coverage C Limit	\$500	\$1000	\$1500	\$2500
Up to \$25,000	.91	.77	N/A	.59
\$25,001 and Over	.93	.84	N/A	.68
HO 00 06				
Coverage C Limit	\$500	\$1000	\$1500	\$2500
Up to \$40,000	.90	.76	N/A	.56
\$40,001 and Over	.92	.81	N/A	.63

Table 406.C.1. All Perils Deductibles Factors

Paragraph **C.3.a.(6)** is replaced by the following:

3. Windstorm Or Hail Deductibles (All Forms Except HO 00 04 And HO 00 06)

a. Percentage Deductibles

(6) Deductible Factors

In Territories **05, 06, 42 And 43 07, 08, 48, 49 And 52** only, when the property is located in an area serviced by the North Carolina Insurance Underwriting Association (NCIUA), additional calculations must be performed to ensure that the premium credit applied to the deductible is **not** greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

(a) Property Not Located In Area Serviced By NCIUA

To compute the premium for this provision, multiply the Base Premium by the factor selected from the following tables for the deductible amounts desired.

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(b) Property Is Located in Area Serviced by NCIUA

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rate pages, under Additional Rule **A3**. Windstorm Or Hail Exclusion – Territories **05, 06, 42 And 43 07, 08, 48, 49 And 52** Only Base Credit, by the Key Factor, for the same amount of insurance used to determine the Base Premium.
- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired windstorm or hail deductible option from the following tables and subtract that factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Base Premium. The result is the windstorm or hail deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in:
 - Step 2. is **less** than the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Base Premium.
 - Step 2. is **greater than or equal to** the result in Step 4., multiply the Base Premium by the factor for the desired windstorm or hail deductible option.

1% Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	1.05	1.04	1.04	1.04
250	.96	.96	.96	.96
500	.89	.89	.89	.93
1,000	–	–	.78	.88
1,500	–	–	.73	.84
2,500	–	–	–	.74

Table 406.C.3.a.(6)#1 1% Windstorm Or Hail Deductible

2% Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	1.02	1.02	1.02	1.02
250	.93	.93	.94	.95
500	.86	.86	.87	.91
1,000	.76	.76	.76	.85
1,500	–	.71	.71	.80
2,500	–	–	.60	.72

Table 406.C.3.a.(6)#2 2% Windstorm Or Hail Deductible

5% Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	.97	.97	.99	1.00
250	.89	.89	.91	.93
500	.82	.82	.84	.89
1,000	.72	.72	.73	.83
1,500	.67	.67	.68	.78
2,500	.59	.59	.59	.70

Table 406.C.3.a.(6)#3 5% Windstorm Or Hail Deductible

Paragraph C.3.b.(5) is replaced by the following:

b. Higher Fixed-Dollar Deductibles

(5) Deductible Factors

In Territories **05, 06, 42 And 43 07, 08, 48, 49 And 52** only, when the property is located in an area serviced by the NCIUA, additional calculations must be performed to ensure that the premium credit applied to the deductible is **not** greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

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**RULE 406.
DEDUCTIBLES (Cont'd)**

(a) Property Not Located In Area Served By NCIUA

To compute the premium for this provision, multiply the Base Premium by the factor selected from the following tables for the deductible amounts desired.

(b) Property Is Located In Area Served By NCIUA

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rate pages, under Additional Rule A3. Windstorm Or Hail Exclusion – Territories 05, 06, 42 And 43 07, 08, 48, 49 And 52. Only Base Credit, by the Key Factor, for the same amount of insurance used to determine the Base Premium.
- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired windstorm or hail deductible option from the following tables and subtract that factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Base Premium. The result is the windstorm or hail deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in:
 - Step 2. is **less** than the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Base Premium.
 - Step 2. is **greater than or equal to** the result in Step 4., multiply the Base Premium by the factor for the desired windstorm or hail deductible option.

\$1,000 Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	1.02	1.03	1.05	1.06
250	.95	.95	.97	.98
500	.88	.88	.90	.95

Table 406.C.3.b.(5)#1 \$1,000 Windstorm Or Hail Deductible

\$2,000 Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	.98	1.00	1.03	1.04
250	.91	.92	.95	.96
500	.85	.85	.88	.93
1,000	.75	.75	.77	.88
1,500	.70	.70	.72	.84

Table 406.C.3.b.(5)#2 \$2,000 Windstorm Or Hail Deductible

\$5,000 Windstorm Or Hail Deductible				
All Other Perils Ded. Amount	Coverage A Limit (Expressed In \$)			
	Up To 59,999	60,000 To 99,999	100,000 To 200,000	200,001 & Over
\$ 100	.96	.97	1.01	1.02
250	.88	.89	.92	.94
500	.82	.82	.85	.91
1,000	.72	.72	.75	.86
1,500	.67	.67	.70	.82
2,500	.58	.59	.60	.74

Table 406.C.3.b.(5)#3 \$5,000 Windstorm Or Hail Deductible

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RULE 406.
DEDUCTIBLES (Cont'd)

The following is added to Rule 406.:

D. Hurricane Percentage Deductible – Territories 05, 06, 42 And 43 07, 08, 48, 49 And 52 Only (All Forms Except HO 00 04 And HO 00 06)

1. Deductible Amounts

- a. The Hurricane Percentage Deductible option is used in conjunction with a deductible applicable to All Other Section I Perils.

A percentage amount of 1%, 2% or 5% of the Coverage A limit of liability is available when the dollar amount of the percentage deductible selected exceeds the amount of the deductible applicable to All Other Section I perils.

- b. The Hurricane percentage deductible applies to the total of the windstorm loss that occurs during a hurricane. This deductible applies beginning at the time a hurricane warning is issued for any part of North Carolina by the National Weather Service and ends 24 hours following the termination of the last hurricane warning issued for any part of North Carolina by the National Weather Service.

2. Definition

Hurricane means a storm system that has been declared to be a hurricane by the National Weather Service. The National Weather Service currently uses the Saffir/Simpson Hurricane scale to categorize hurricanes. This scale specifies that a hurricane is a storm that originates in the tropics and results in either a sustained wind speed of at least 74 miles per hour or a storm surge of at least 4 feet above normal.

3. Endorsement

Use Hurricane Percentage Deductible Endorsement **HO 32 24**.

4. Declarations Instructions

Enter on Endorsement **HO 32 24** or the policy declarations, the percentage amount that applies to Hurricane and the dollar amount that applies to All Other Section I Perils. For example:

- Deductible – Section I 250 except 1% of the Coverage A Limit for Windstorm during a Hurricane.
- Deductible – Section I \$100 except 2% of the Coverage A Limit for Windstorm during a Hurricane.

5. Loss By Windstorm That Is A Hurricane

In the event of Hurricane loss to covered property, the dollar amount is deducted from the total of the loss for all coverages.

For Example:

Coverage	Limit Of Liability	Amount Of Loss Before
A	\$ 100,000	\$ 7,500
B	10,000	1,350
C	50,000	3,000
D	20,000	660
		\$ 12,510
		-11,510
		1% Deductible 1,000

Table 406.D.5. Example

6. Deductible Factors

The factors displayed below incorporate the factors for the All Perils Deductibles shown in paragraph **C.1**. Do **not** use the factors for the All Perils Deductibles when rating a policy with a higher Hurricane deductible.

Additional calculations must be performed to ensure that the premium credit applied for the deductible is not greater than the premium credit that would be applied if the peril of Windstorm or Hail were excluded from the policy.

To determine if an "adjusted deductible credit" or the calculated deductible credit applies, complete each of the following steps:

- Step 1. Multiply the windstorm or hail exclusion credit shown in the state rate pages, under Additional Rule **A3**, Windstorm Or Hail Exclusion – Territories **05, 06, 42 And 43 07, 08, 48, 49 And 52** Only Base Credit, by the Key Factor, for the same amount of insurance used to determine the Base Premium.
- Step 2. Multiply the result determined in Step 1. by .9 to determine the "adjusted deductible credit".
- Step 3. Select the factor for the desired windstorm or hail deductible option from the following tables and subtract that factor from unity (1.00).
- Step 4. Multiply the factor determined in Step 3. by the Base Premium. The result is the windstorm or hail deductible credit.
- Step 5. Compare the results in Steps 2. and 4. If the result in:
 - Step 2. is **less** than the result in Step 4., to compute the premium, subtract the "adjusted deductible credit" from the Base Premium.
 - Step 2. is **greater than or equal to** the result in Step 4., multiply the Base Premium by the factor for the desired windstorm or hail deductible option.

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RULE 406.
DEDUCTIBLES (Cont'd)

1% Hurricane Deductible	
All Other Perils Deductible Amount	Territory – <u>05, 06, 42, 43</u> <u>07, 08, 48, 49, 52</u>
\$ 100	1.06
250	.97
500	.94
1,000	.89
1,500	.85
2,500	.75

Table 406.D.6.#1 1% Hurricane Deductible

2% Hurricane Deductible	
All Other Perils Deductible Amount	Territory – <u>05, 06, 42, 43</u> <u>07, 08, 48, 49, 52</u>
\$ 100	1.03
250	.96
500	.92
1,000	.86
1,500	.81
2,500	.73

Table 406.D.6.#2 2% Hurricane Deductible

5% Hurricane Deductible	
All Other Perils Deductible Amount	Territory – <u>05, 06, 42, 43</u> <u>07, 08, 48, 49, 52</u>
\$ 100	1.01
250	.94
500	.90
1,000	.84
1,500	.79
2,500	.71

Table 406.D.6.#3 5% Hurricane Deductible

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RULE A3.
WINDSTORM OR HAIL EXCLUSION – TERRITORIES **05, 06, 42 AND 43 07, 08, 48, 49 AND 52** ONLY

Territories 05 And 06		Territories 42 And 43	
All Forms Except HO 00 04 and HO 00 06	\$ 1053	All Forms Except HO 00 04 and HO 00 06	\$ 578
HO 00 04	65	HO 00 04	49
HO 00 06	80	HO 00 06	42

Territory	07	08	48	49	52
All Forms Except HO 00 04 and HO 00 06	\$ 1131	\$ 1270	\$ 747	\$ 626	\$ 810
HO 00 04	47	46	37	37	45
HO 00 06	59	60	40	40	40

Table A3. Wind Or Hail Exclusion Credit

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RULE 514.
OTHER STRUCTURES

A. On-Premises Structures

1. Specific Structure – Increased Limits

a. Premium

Rate per \$1,000 for policies with windstorm or hail coverage – \$4

Territories ~~05, 06, 42 And 43~~ 07, 08, 48, 49 And 52 Only – Rate per \$1,000 for policies excluding windstorm or hail coverage – \$2

2. Structure On The Residence Premises Rented To Others

a. Premium

(1) Rate per \$1,000 for policies with windstorm or hail coverage – \$5

Territories ~~05, 06, 42 And 43~~ 07, 08, 48, 49 And 52 Only – Rate per \$1,000 for policies excluding windstorm or hail coverage – \$3

B. Structures Off The Residence Premises

1. Forms HO 00 02, HO 00 03 And HO 00 05

b. Premium

Off premises structures charge per policy – \$15

2. All Forms

a. Premium

(2) Specific structures – Off-Premises Rate per \$1,000 – \$5

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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	43 49
Bertie	45
Bladen	41
Brunswick	42 52
Buncombe	60
Burke	60
Cabarrus	60
Caldwell	60
Camden	43 49
Carteret	43 52
Caswell	46
Catawba	60
Chatham	53
Cherokee	60
Chowan	43 49
Clay	60
Cleveland	60
Columbus	41
Craven	43 49
Cumberland	34
Currituck	43 48
Dare	43 48
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	43 48
Iredell	60
Jackson	60
Johnston	47
Jones	43 49
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	42 52
Northampton	47
Onslow	42 52
Orange	53
Pamlico	43 48
Pasquotank	43 49
Pender	42 52
Perquimans	43 49
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	43 49
Union	39
Vance	46
Wake	53
Warren	46
Washington	43 49
Watauga	60
Wayne	45
Wilkes	60
Wilson	47
Yadkin	57
Yancey	60

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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: 05 07

Beach areas in Brunswick, Carteret, New Hanover, Onslow and Pender Counties: 06 08