

January 31, 2013

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Restriction of Individual Policies  
Homeowners Policy Program

The North Carolina Rate Bureau issued a Circular Letter To All Member Companies dated September 10, 1993, advising member companies of the Commissioner's approval of an amended procedure regarding the Restriction of Individual Policies. Homeowners Policy Program Manual Rule 209. Restriction of Individual Policies, provides that "If a policy would not be issued because of unusual circumstances or exposures, the named insured may request a restriction of the policy provided no reduction in the premium is allowed. Such requests shall be referred to the company."

As stated in the circular, the rules and endorsement were necessary in exceptional cases, where because of unusual circumstances, the policies would not otherwise be available. Coverages are restricted only in isolated instances and are the result of circumstances peculiar to the individual situation. At that time, the procedure needed to implement this rule and Restriction of Individual Policies was provided within the aforementioned Circular Letter To Member Companies.

The Rate Bureau has taken steps necessary to assign an endorsement number to the endorsement that was introduced in 1993 and as a result it was necessary to revise the Homeowners manual rule. In that regard, please find attached a copy of revised Rule 209. Restriction of Individual Policies and a copy of the revised endorsement HO 32 29 01 13 Restriction of Individual Policies. The old Manual Rule 209 was part of the country-wide rules and now the rule is included in the North Carolina exceptions.

These changes become effective in accordance with the following Rule of Application:

These changes become effective for all policies written to become on or after July 1, 2013.

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

Sincerely,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

Attachments

P-13-2

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**RULE 209.**  
**RESTRICTION OF INDIVIDUAL POLICIES**

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Rule **209.** is replaced by the following:

If a policy would not be issued because of unusual circumstances or exposures, the named insured may request a restriction of the policy provided no reduction in the premium is allowed. Such requests shall be referred to the company.

Use Restriction Of Individual Policies – North Carolina Endorsement **HO 32 29.**

POLICY NUMBER:

HOMEOWNERS  
HO 32 29 01 13

# RESTRICTION OF INDIVIDUAL POLICIES – NORTH CAROLINA

## SCHEDULE

At the request of the Named Insured, it is agreed that the policy is restricted in the following respects:

N

E

W

\_\_\_\_\_  
Signature Of Named Insured

\_\_\_\_\_  
Insurance Company

By: \_\_\_\_\_

Title