



PRODUCER MAILING-IMPORTANT NOTICE

NEW BEACH PLAN HOMEOWNER WIND PROGRAM EFFECTIVE JULY 1, 2003

The North Carolina Insurance Underwriting Association is introducing a new **Wind** program for underlying homeowner policies in the Beach and Coastal territories.

Qualifications for the Homeowner Wind Program include but are not limited to:

- The essential carrier must be an admitted carrier in North Carolina.
- The underlying policy must be a **HO2, HO3, HO8, HE7, HO4, or HO6**.
- Limits for **Contents** will follow the homeowner form.
- No change to other qualifications as outlined in our current Manual of Rules and Procedures.

Application Requirements:

- No change to current application requirements.
- Continue to utilize the BPA-3, along with supplemental applications WH0005 (essential carrier information) and BP-16 (producer inspection form).
- The ACORD Homeowner application supplemented with the ACORD 190.

Rating of the Homeowner Program:

- Begin with the Wind exclusion credit provided by the NCRB as your territory base premium.
- The territory base rate will have a NCIUA load of 1.05 applied.
- The balance of the rating will follow the ISO/NCRB rating rules.
- There will be the standard charge and rules applied for replacement cost on contents.
- Additional amounts of insurance at 25% and 50% will be charged per the ISO/NCRB rating rule.
- Maximum Coverage A value for the Wind Program is \$1,500,000.
- [Manual Rating](#) worksheet is posted on our website for quick calculations.

Billing and Down-Payment Information:

- Full policy premium expected at time of application, the Beach Plan Commission of 13% applies.
- Annual policy term written on a Direct Bill basis, with option to bill Mortgage Company.

Continuations convert to Renewals:

- We will convert to the new rating plan on continuation beginning **October 1, 2003**.

Watch our Web Site for Sign-up on Email Alerts from the Associations coming in July, 2003!

If you would have any questions please feel free to contact your Unit Underwriters. We appreciate your business with the NCIUA and look forward to assisting you with this Program.

Sincerely,
Dewey Mesbaw
Plan General Manager