



**NORTH CAROLINA  
INSURANCE UNDERWRITING ASSOCIATION**

**BEACH PLAN**

**NORTH CAROLINA  
JOINT UNDERWRITING ASSOCIATION**

**FAIR PLAN**

**January 5, 2007**

**IMPORTANT NOTICE  
HOMEOWNER AND HOMEOWNER WINDSTORM AND HAIL PRIMARY EXCESS PROCEDURES**

The North Carolina Insurance Underwriting Association will implement the following primary excess procedures for Homeowner and Homeowner Windstorm and Hail policies effective January 13, 2007, as described below.

**Note:** This program **may not** currently be rated or submitted via the Dynamic Web.

**HOMEOWNER**

The new Primary Insurance Coverage Endorsement is designed to be attached to a Homeowners Policy, which has been placed in the NCIUA allowing us to become the primary carrier for an insured property of coverage up to \$1 million by amending the other insurance condition in the Homeowners Policy.

Association Procedures:

- Available for HO 00 02-Broad Form or HO 00 03-Special Form coverage as outlined in North Carolina Rate Bureau Rule A11.
- Available only for Coverage A-Building limit that is over the \$1 million Association maximum limit of coverage.
- Excess coverage must be purchased for the additional limit above the \$1 million to be eligible for the Association's primary policy, otherwise co-insurance penalties may apply.
- Policy deductible buy-back options are not available.
- Rating will follow the First Loss Table as outlined by the North Carolina Rate Bureau Rule A11.

**HOMEOWNER WINDSTORM AND HAIL**

The new Primary Insurance Coverage Endorsement is designed to be attached to a Homeowners Windstorm and Hail Policy, which has been placed in the NCIUA allowing us to become the primary carrier for an insured property of coverage up to \$1.5 million by amending the other insurance condition in the Homeowners Windstorm and Hail Policy.

Association Procedures:

- Available for HW 00 02-Broad Form or HW 00 03-Special Form coverage as outlined in North Carolina Rate Bureau Rule A11 corresponding to HO 00 02-Broad Form and HO 00 03-Special Form.
- NCIUA form HW 32 02 will apply (modified version of HO 32 02).
- Available only for Coverage A-Building limit that is over the \$1.5 million Association maximum limit of coverage.
- Excess coverage must be purchased for the additional limit above the \$1.5 million to be eligible for the Association's primary policy, otherwise co-insurance penalties may apply.
- Policy deductible buy-back options are not available.
- Rating will follow the First Loss Table as outlined by the North Carolina Rate Bureau Rule A11.

Please contact the Homeowner Underwriters-Linda Cantrell or Sandy McClain with any questions regarding the procedures. We thank you for your continued support of the North Carolina Insurance Underwriting Association.

Sincerely,  
Bruce D. Lee  
Underwriting Manager

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