



**NORTH CAROLINA  
INSURANCE UNDERWRITING ASSOCIATION**  
**BEACH PLAN**  
**NORTH CAROLINA  
JOINT UNDERWRITING ASSOCIATION**  
**FAIR PLAN**

**March 9, 2010**

**IMPORTANT NOTICE**

**HB 1305 – DWELLING WINDSTORM AND HAIL RATE SURCHARGE REQUIREMENT AND NEW  
RATING SEQUENCE  
EFFECTIVE DATE MAY 1, 2010**

General Statute 58-45-45(a2) reads that the Association's rates for windstorm and hail coverage will be a 5% surcharge to the applicable North Carolina Rate Bureau Manual Rate.

This required a new rating methodology to our current Dwelling Windstorm and Hail program, which has been developed and will be implemented for new and continued (renewed) business beginning May 1, 2010.

The following chart outlines the statute base rate increase by coverage and territory.

<b>Territory</b>	<b>5</b>	<b>6</b>	<b>42</b>	<b>43</b>
Building Base Rate Change %	16.4%	16.4%	2.5%	2.5%
Contents Base Rate Change %	16.7%	16.7%	9.1%	9.1%

A notice to the Policyholder – NP 00 20 will accompany continued (renewed) policies beginning May 1, 2010, advising of the rate change.

If you would have any questions please contact your Association Underwriter.