



**NORTH CAROLINA
INSURANCE UNDERWRITING ASSOCIATION**

COASTAL PROPERTY INSURANCE POOL
NORTH CAROLINA
JOINT UNDERWRITING ASSOCIATION

FAIR PLAN

Operational and Procedural Changes

August 11, 2015

The Associations are implementing several operational and procedural changes:

Installment Bills – The Coastal Property Insurance Pool (CPIP) and the FAIR Plan will cease sending Producer paper copies of the installment bills in September 2015. The installment bills can be viewed electronically using policy inquiry of the Dynamic Web. The Producer will still receive notices of cancellation in the mail.

Continuation Declarations and Bills (Renewals) – The Coastal Property Insurance Pool discontinued sending Producer paper copies of continuation declarations (renewals) in 2011. To be consistent, the FAIR Plan will discontinue sending Producer paper copies of continuations in September 2015. The FAIR Plan continuations and bills can be viewed electronically using policy inquiry of the Dynamic Web. Producers can also track their continuations by using the monthly Expiration Listing Report.

Business Income – Effective immediately, the available Business Income Limit for the Coastal Property Insurance Pool was increased from \$300,000 to \$500,000. Producers may request the coverage limit for their customers to be increased mid-term.

Take Out Program – Recently, the North Carolina Rate Bureau filed a Windstorm and Hail product. Therefore, the Take Out Program for the Coastal Property Insurance Pool was expanded to include windstorm and hail policies. The CPIP Manual of Rules and Procedures (Page 37) outlines the parameters of the Take Out Program including recognition of the Producer's ownership of any policy expiration.

Age of Home – There has been a change to the CPIP Manual of Rules and Procedures to allow a home over 60 years of age with extensive updates to be eligible for the Homeowners Program.

Electronic Check Payment Option – During fourth quarter, the Associations will expand the payment options on the website to include electronic check.

Real Estate Closings – During fourth quarter, the Associations will implement procedures to allow Producers the ability to indicate a policy is being written for a real estate closing. The system will allow the policy to be processed without drafting funds from the Producer's account.

If you have any questions about these operational and procedural changes, please contact your Underwriter.

**PO Box 8009 Cary, North Carolina, 27512
5520 Dillard Drive, Suite 180, Cary, North Carolina 27518
(919) 821-1299 Toll Free: (800) 662-7048 Fax: (919) 829-1793**