

**NORTH CAROLINA DEPARTMENT OF INSURANCE
RATE FILING QUESTIONNAIRE: COMMERCIAL LINES**

INSURER/RATING ORGANIZATION'S NAME _____
CONTACT PERSON FOR FILING _____
TITLE _____ TELEPHONE NUMBER _____ EXT _____

1. INSURER/RATING ORGANIZATION'S FILE NUMBER _____

2. ANNUAL STATEMENT PAGE 14 LINE(S) OF INSURANCE _____

3. SUBLINE/PROGRAM TITLE (IF APPLICABLE) _____

4. TYPE OF POLICIES INVOLVED: _____ OCCURRENCE _____ CLAIMS MADE _____ OTHER
(DESCRIBE) _____

5. PROPOSED EFFECTIVE DATE(S): NEW _____ RENEWAL _____

6. APPROXIMATE MARKET SHARE OF NORTH CAROLINA WRITTEN PREMIUM FOR
LINE(S) INVOLVED: LINE _____ % LINE _____ %

7. AVERAGE RATE CHANGE PROPOSED: _____

- The following are attached as part of the filing:
- Exhibits 1, 3, 4, and 5.
 - Exhibit 2 for each expected loss ratio.
 - Five-year rate filing history including NCDOI file #, effective date, and average rate change.

I certify that the information contained in this questionnaire is true and correct and the filing complies with statutory requirements to the best of my knowledge.

SIGNATURE OF COMPANY OFFICER/FILINGS DEPARTMENT HEAD

EXHIBIT 1

EFFECT OF THE PROPOSED FILING ON ACTIVE FILINGS

NCDOI File #	Effective Date	Effect of Proposed Filing (Superseded, Modified or None)
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

EXHIBIT 2

EXPECTED LOSS RATIO

1. Line, Subline, Coverage, Territory, Class, etc. or combination to which this exhibit applies:	

2. Development of Expected Loss Ratio:	
	Selected Provision
A. Total Production Expense	_____ %
B. General Expense	_____ %
C. Taxes, Licenses & Fees	_____ %
D. Underwriting Profit & Contingencies	_____ %
E. Other (explain)	_____ %
F. TOTAL	_____ %
3. Expected Loss Ratio (ELR=100-2F)	_____ %
4. Rate level change for which this exhibit applies	_____ %

EXHIBIT 3

NORTH CAROLINA EXPERIENCE				___ Direct	___ Net
Year of Experience	_____	_____	_____		
(1) Written Premiums	_____	_____	_____		
(2) Earned Premiums	_____ 100%	_____ 100%	_____ 100%		
(3) Incurred Loss and LAE	_____ %	_____ %	_____ %		
(4) Total Production Expense	_____ %	_____ %	_____ %		
(5) General Expense	_____ %	_____ %	_____ %		
(6) Taxes, Licenses & Fees	_____ %	_____ %	_____ %		
(7) Other	_____ %	_____ %	_____ %		

Year of Experience	_____	_____	5-Years Combined	
(1) Written Premiums	_____	_____	_____	_____
(2) Earned Premiums	_____ 100%	_____ 100%	_____ 100%	_____ 100%
(3) Incurred Loss and LAE	_____ %	_____ %	_____ %	_____ %
(4) Total Production Expense	_____ %	_____ %	_____ %	_____ %
(5) General Expense	_____ %	_____ %	_____ %	_____ %
(6) Taxes, Licenses & Fees	_____ %	_____ %	_____ %	_____ %
(7) Other	_____ %	_____ %	_____ %	_____ %

COUNTRYWIDE EXPERIENCE				___ Direct	___ Net
Year of Experience	_____	_____	_____		
(1) Written Premiums	_____	_____	_____		
(2) Earned Premiums	_____ 100%	_____ 100%	_____ 100%		
(3) Incurred Loss and LAE	_____ %	_____ %	_____ %		
(4) Total Production Expense	_____ %	_____ %	_____ %		
(5) General Expense	_____ %	_____ %	_____ %		
(6) Taxes, Licenses & Fees	_____ %	_____ %	_____ %		
(7) Other	_____ %	_____ %	_____ %		

Year of Experience	_____	_____	5-Years Combined	
(1) Written Premiums	_____	_____	_____	_____
(2) Earned Premiums	_____ 100%	_____ 100%	_____ 100%	_____ 100%
(3) Incurred Loss and LAE	_____ %	_____ %	_____ %	_____ %
(4) Total Production Expense	_____ %	_____ %	_____ %	_____ %
(5) General Expense	_____ %	_____ %	_____ %	_____ %
(6) Taxes, Licenses & Fees	_____ %	_____ %	_____ %	_____ %
(7) Other	_____ %	_____ %	_____ %	_____ %

EXHIBIT 4

UNDERWRITING PROFIT AND CONTINGENCY PROVISION

1. Target after tax rate of return _____%
 2. Ratio of premium to surplus _____%
 3. Target rate of return as a percent of premium (1/2) _____%
 4. Anticipated investment income as a percent of premium _____%
 5. Target profit and contingency provision (3-4) _____%
 6. Company selected profit and contingency provision _____%
- Explain any differences between 5 and 6: _____
7. Methodology used to derive the anticipated investment income as a percent of premium:

EXHIBIT 5

ACTUARIAL SUPPORT FOR RATE MODIFICATION

This exhibit should provide actuarial support for the proposed rate modification and must include the following information as required in NCGS 58-41-50:

- (1) North Carolina earned premiums at the actual and current rate level; losses and loss adjustment expenses, each on paid and incurred bases without trending or other modification for the experience period, including the loss ratio anticipated at the time the rates were promulgated for the experience period;
- (2) Credibility factor development and application;
- (3) Loss development factor derivation and application on both paid and incurred bases and in both numbers and dollars of claims;
- (4) Trending factor development and application;
- (5) Changes in premium base resulting from rating exposure trends;
- (6) Limiting factor development and application.