



B U L L E T I N

December 17, 2024

Bulletin No. 13-2024

To: NISS Member Companies

Re: North Carolina Private Passenger Types Classification Coding Revised

The North Carolina Reinsurance Facility (NCRF) Board of Governors recently approved revisions to the Commercial Auto Manual. The approved wording change adds the Non-Fleet Class code for Private Passenger type vehicles (7391) for use in rating applicable risks according to Rule 12 in the Commercial Auto Manual. The wording change will have no impact on eligibility or rating.

All member companies that cede Commercial Auto business to the Facility must utilize Class code 7391 for eligible Non-Fleet Private Passenger type vehicles for new and renewal ceded business effective on or after April 1, 2024.

NISS is also updating the current Private Passenger Types Classification codes to be compliant with current North Carolina codes. The coding changes are summarized below and shown in detail on the attached pages:

- Current Non-Fleet Private Passenger Types Classification codes are being removed as North Carolina does not support these non-fleet codes:
 - 7381, 7382, 7383, 7386, 7387, 7388, 7392, 7393 and 7394
- New North Carolina supported Private Passenger Types Classification codes are being added:
 - 7391, 7398 and 7399

While Classification code 7391 applies to policies with an effective date of April 1, 2024, and subsequent, the other Classification code changes apply to policies effective January 1, 2025, and subsequent. The updated coding will be reflected in the 1st Quarter 2025 revisions to the NISS Automobile Volume II Statistical Plan.

Sincerely,

A handwritten signature in black ink, which appears to read "Jeffrey R. Patterson".

Jeffrey R. Patterson
President & CEO

Attachments

CODING SECTION

Premiums Liability Private Passenger
 Losses No-Fault Other Than Private
 Physical Damage Passenger
 Voluntary Risks Assigned Risks

CLASSIFICATION CODES

**NORTH CAROLINA
PRIVATE PASSENGER TYPES**

Description	EXPOSURE	CODE
Private Passenger Cars, including vehicles owned by corporations, co-partnerships or unincorporated associations, under a fleet basis.	Car Months	7398*
Private Passenger Types owned by corporations, co-partnerships or unincorporated associations, <u>not</u> under a fleet basis, used exclusively for business purposes. (For non-fleets not used exclusively for business purposes, refer to note below.)	Car Months	7391**
Farmers Private Passenger Autos, Pickups, Panel Trucks and Vans, under a fleet basis	Car Months	7399***

Note: The **North Carolina** definition of Non-fleet includes five or more four-wheel private passenger automobiles which are owned by an individual or jointly owned by two or more individual residents in the same household not used for business other than farming and ranching. These risks can be written as Non-fleet and hence reported as Private Passenger Auto.

* Excludes farming vehicles.

** For Ceded Non-Fleet Private Passenger Types. Excludes farming vehicles.

*** Includes Qualified Farming Vehicles that are:
a. Principally garaged on a farm or ranch;
b. Owned by an individual, husband and wife resident in the same household, or by a farm family partnership or corporation;
c. Not used in any occupation other than farming or ranching; and
d. Not used in going to and from work other than farming or ranching.