

**NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION**

**(COASTAL AREA)**

**STATEMENT OF PARTICIPATION FOR CALENDAR YEAR ENDING DECEMBER 31, 20XX  
BASED ON PREMIUM WRITINGS FOR PERIOD JANUARY 1, 20XX TO DECEMBER 31, 20XX**

NAIC GROUP CODE:

NAIC COMPANY CODE:

	<u>RESIDENTIAL</u>	<u>COMMERCIAL</u>
1 NON--BEACH AND NON--COASTAL MARKET SHARE:	0.000%	0.000%
2 COASTAL VOLUNTARY MARKET SHARE:	0.000%	0.000%
3 TOTAL ASSOCIATION'S PREMIUMS:	\$ -	\$ -
4 TOTAL VOLUNTARY CREDITS (ALL COMPANIES):	\$ -	\$ -
5 TOTAL ASSOCIATION'S PREMIUMS & VOLUNTARY CREDITS (ITEM 3 + ITEM 4):	\$ -	\$ -
6 REQUIRED AMOUNT (ITEM 1 X ITEM 5):	\$ -	\$ -
7 VOLUNTARY CREDITS:	\$ -	\$ -
8 EXTRA NEEDED (ITEM 7 - ITEM 6):	\$ -	\$ -
9 TOTAL ASSOCIATION'S & EXCESS PREMIUMS:	\$ -	\$ -
Residential ( \$ - Assoc. + \$ - Excess = \$ -		
Commercial ( \$ - Assoc. + \$ - Excess = \$ -		
10 PERCENTAGE OF PARTICIPATION (Item 8 / Item 9):	0.000%	0.000%

**NORTH CAROLINA INSURANCE UNDERWRITING ASSOCIATION  
EXPLANATION OF COASTAL AREA  
STATEMENT OF PARTICIPATION**

**RESIDENTIAL**

*Acceptable Premiums - Essential Residential Property and Homeowners Premiums*

Line 1 – Non–Beach and Non–Coastal Residential Market Share –

- a) Statewide Essential Residential Property Premiums and Homeowners Premiums less Beach and Coastal **Full Coverage** Voluntary Residential Premiums equals Non-Beach and Non-Coastal Residential Premiums. Beach and Coastal Voluntary Premiums Includes Full Coverage Policies and **Excludes** Policies Xing The Wind Coverage.
- b) Non-Beach and Non-Coastal Residential Premiums divided by Total of All Companies Non-Beach and Non-Coastal Residential Premiums equals Non-Beach and Non-Residential Market Share.

Line 2 – Coastal Voluntary Residential Market Share –

- a) Coastal **Full Coverage** Voluntary Residential Premiums divided by Total of All Companies Coastal **Full Coverage** Voluntary Premiums equals Coastal Voluntary Residential Market Share. Includes full Coverage Policies and **Excludes** Policies Xing The Wind Coverage. This Is For Information Only.

Line 3 – Total Association’s Residential Premiums –

- a) Total Coastal Residential Premiums Written By The Association.

Line 4 – Total Residential Voluntary Credits –

- a) Total Coastal Residential Voluntary Credits For all Companies.

Line 5 – Total Coastal Association Premiums and Coastal Voluntary Credits –

- a) Add Residential Line 3 And Residential Line 4.

Line 6 – Coastal Residential Required Amount –

- a) Multiply Residential Line 5 by Residential Line 1. This is the amount of Residential Voluntary Credits the Company needs to write themselves out of the Coastal Residential Participation.

Line 7 – Coastal Residential Voluntary Credits –

- a) Coastal Voluntary Residential Credits For The Company. Coastal Full Coverage Residential Premiums Only; No Credit Given For Coastal Residential Policies Xing The Wind Coverage.

Line 8 – Coastal Residential Extra Premiums –

- a) Subtract Residential Line 7 from Residential Line 6. This Will Show The Company How Much More Credit They Needed Or How Much They Exceeded The Required Amount.

Line 9 – Total Association's Residential and Company's Excess Premiums –

- a) Add The Total Association's Premiums And Residential Excess Premiums. Excess Premiums Is The Amount that Each Company Exceeded Their Required Amount.

Line 10 – Residential Percentage Of Participation –

- a) Divide Residential Line 8 By Residential Line 9. This Percentage Will Be Used To Assess Member Companies For Residential Losses In The Coastal Area.

## COMMERCIAL

*Acceptable Premiums - Essential Commercial Property, Farm Premiums, Farmowners Premiums and Property Portion Of Commercial Multi-Peril Premiums (Excludes Manufacturing Premiums).*

Line 1 – Non–Beach and Non–Coastal Commercial Market Share –

- a) Statewide Essential Commercial Property Premiums, Farm Premiums, Farmowners Premiums and Property Portion Of Commercial Multi-Peril Premiums less Beach and Coastal **Full Coverage** Voluntary Commercial Premiums equals Non-Beach and Non-Coastal Commercial Premiums. Beach and Coastal Voluntary Premiums Includes Full Coverage Policies and **Excludes** Policies Xing The Wind Coverage.
- b) Non-Beach and Non-Coastal Commercial Premiums divided by Total of All Companies Non-Beach and Non-Coastal Commercial Premiums equals Non-Beach and Non-Commercial Market Share.

Line 2 – Coastal Voluntary Commercial Market Share –

- a) Coastal **Full Coverage** Voluntary Commercial Premiums divided by Total of All Companies Coastal **Full Coverage** Voluntary Premiums equals Coastal Voluntary Commercial Market Share. Includes full Coverage Policies and **Excludes** Policies Xing The Wind Coverage. This is For Information Only.

Line 3 – Total Association’s Commercial Premiums –

- a) Total Coastal Commercial Premiums Written By The Association.

Line 4 – Total Commercial Voluntary Credits –

- a) Total Coastal Commercial Voluntary Credits For all Companies.

Line 5 – Total Coastal Association Premiums and Coastal Voluntary Credits –

- a) Add Commercial Line 3 And Commercial Line 4.

Line 6 – Coastal Commercial Required Amount –

- a) Multiply Commercial Line 5 by Commercial Line 1. This is the amount of Commercial Voluntary Credits the Company needs to write themselves out of the Coastal Commercial Participation.

Line 7 – Coastal Commercial Voluntary Credits –

- a) Coastal Voluntary Commercial Credits For The Company. Coastal Full Coverage Commercial Premiums Only; No Credit Given For Coastal Commercial Policies Xing The Wind Coverage.

Line 8 – Coastal Commercial Extra Premiums –

- a) Subtract Commercial Line 7 from Commercial Line 6. This Will Show The Company How Much More Credit They Needed Or How Much They Exceeded The Required Amount.

Line 9 – Total Association's Commercial and Company's Excess Premiums –

- a) Add The Total Association's Premiums And Commercial Excess Premiums. Excess Premiums Is The Amount that Each Company Exceeded Their Required Amount.

Line 10 – Commercial Percentage Of Participation –

- a) Divide Commercial Line 8 By Commercial Line 9. This Percentage Will Be Used To Assess Member Companies For Commercial Losses In The Coastal Area.