If you are completing a manual version of the ACORD 135 NC, the numbers of this instruction sheet correspond to the numbered sections on the application form itself. Attach extra sheets to the application if you need more space.

An electronic application is available on our website to agents that have established a NCRB Web User Account. If you already have an account set up, you may visit us at www.ncrb.org and click on the link for ManageAR to complete the application. Agents interested in setting up an account can access the registration form on our website as well.

GENERAL

- Failure to fully answer all questions, attach supplemental applications, remit proper form or amount of deposit premium and/or include required signatures may result in a delay of coverage.

- Premium payment and supplemental applications, if applicable, must accompany the application. If an application is submitted without proper premium and/or completed supplemental applications, the Rate Bureau, on the basis of available information, will calculate the estimated annual premium for you. Coverage will not become effective until after the proper premium and/or supplemental applications are received with the properly completed application, pending the effective date rules below (Section 4).

- North Carolina General Statute 58-36-1(5) and the approved North Carolina Workers Compensation Insurance Plan will govern the processing of the application and the assignment of coverage.

MAILED APPLICATIONS (PAPER COPY)

- Submit the application, supplemental applications, ERM-14 and any additional documentation to the NC Rate Bureau. Make a copy and keep it for your records.

ELECTRONIC APPLICATIONS (ManageAR)

- Submit the application via ManageAR to the NC Rate Bureau. A paper copy of the ACORD 135 NC can be printed from the system for your records. All supplemental applications, ERM-14 and additional pages of documentation must be faxed to the NC Rate Bureau. The fax number is 919-783-7467.

SECTION 1. APPLICANT NAME

- Show the complete legal name of the employer(s). If the applicant is a proprietorship or a partnership the full name(s) of the proprietor or general partners must be included. Include the business telephone and fax numbers, including area code, and the applicant's Federal Employers Identification Number.

- The insured named first on the Policy Information Page is given certain rights and responsibilities by the language of the policy contract. If more than one applicant employer is listed on the application, the one intended to receive these rights and responsibilities should be named first.

SECTION 2. MAILING ADDRESS

- Show the applicant's complete and exact mailing address, to include city, state and Zip code.

SECTION 3. LEGAL STATUS

- Select the proper box to designate the legal status of the primary applicant. If you check "other", please identify the applicable legal status.

- Indicate the number of years the applicant has been in business in North Carolina.

SECTION 4. REQUESTED EFFECTIVE DATE

- NC GS 58-36-1(5) states that coverage will be bound as follows:

To secure a requested effective date, the employer or its representative must submit to the Plan Administrator a fully completed and signed application, using an approved application submission method.
Depending on the application submission method, the earliest effective date for coverage will be established in the following manner:

<table>
<thead>
<tr>
<th>Application Submission Table 1</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>If the application (including the estimated annual or deposit premium) is submitted by regular mail and the envelope containing the application has . . .</td>
<td>Then the earliest effective date will be 12:01 a.m. on the day after . . .</td>
</tr>
<tr>
<td>A legible U. S. postmark</td>
<td>Postmark</td>
</tr>
<tr>
<td>An illegible U. S. postmark</td>
<td>Receipt of the application by the Plan Administrator</td>
</tr>
<tr>
<td>A private postage meter mark only</td>
<td>Receipt of the application by the Plan Administrator</td>
</tr>
<tr>
<td>Internet postage with a legible cancellation stamp</td>
<td>The date on the cancellation stamp</td>
</tr>
<tr>
<td>Internet postage without a cancellation stamp or with an illegible cancellation stamp</td>
<td>Receipt of the application by the Plan Administrator</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Application Submission Table 2</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>If the application (including the estimated annual or deposit premium) is submitted by overnight mail and . . .</td>
<td>Then the earliest effective date will be 12:01 a.m. on the day after . . .</td>
</tr>
<tr>
<td>The package containing the application has proof of mailing that can be verified</td>
<td>The application was sent to the Plan Administrator</td>
</tr>
<tr>
<td>The package containing the application does not have proof of mailing or proof of mailing cannot be verified</td>
<td>Receipt of the application by the Plan Administrator</td>
</tr>
<tr>
<td>Proof of mailing (i.e., certified mail receipt) provided by agent</td>
<td>Postmark</td>
</tr>
<tr>
<td>Proof of mailing cannot be obtained</td>
<td>Receipt of the application by the Plan Administrator</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Application Submission Table 3</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>If the application (including the estimated annual or deposit premium) is hand-delivered to the Plan Administrator . . .</td>
<td>Then the earliest effective date will be 12:01 a.m. on the day following receipt by the Plan Administrator</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Application Submission Table 4</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>If the application (including any necessary supplemental applications) is submitted through the Rate Bureau's ManageAR system and . . .</td>
<td>Then the earliest effective date will be 12:01 a.m. on the day after . . .</td>
</tr>
<tr>
<td>The estimated annual or deposit premium is submitted electronically via a valid electronic funds transfer</td>
<td>Receipt of the completed online submission</td>
</tr>
<tr>
<td>The estimated annual or deposit premium is submitted via regular or overnight mail</td>
<td>Postmark</td>
</tr>
</tbody>
</table>

**IF AN APPLICANT EMPLOYS A COMBINATION OF ANY OF THE ABOVE DESCRIBED METHODS OF SUBMISSION, THE BUREAU SHALL APPLY THE ABOVE DESCRIBED RULES USED TO DETERMINE THE EARLIEST EFFECTIVE DATE BASED ON THE METHODS OF SUBMISSION EMPLOYED AND THE EARLIEST EFFECTIVE DATE OF COVERAGE SHALL BE THE LATEST EFFECTIVE DATE OF SUCH METHODS EMPLOYED BY THE APPLICANT.**

**SECTION 5. NATURE OF BUSINESS/DESCRIPTION OF OPERATIONS**
- Completely describe the business or operations of the applicant. This information is needed to establish proper classification code assignments. Do not simply include the wording for a classification code.
- If the applicant is a service organization, describe the nature and details of the operation.
- If the applicant is a merchant, describe the products sold and any operations that involve the preparation of merchandise for sale and indicate if sales are retail or wholesale (if both, give percentage of each).
- If the applicant is a manufacturer, list the raw materials, processes and products manufactured.
- If the applicant is a contractor, describe the type of construction, erection or repair work performed and the type of equipment used. Describe the nature of any sub-contract arrangements.

**SECTION 6. ADDITIONAL BUSINESS NAMES & LOCATIONS OF ALL NORTH CAROLINA WORK PLACES**
- Enter the physical address of all permanent North Carolina locations from which the applicant operates. A post office box is not acceptable here.
- If a PO Box is used as the mailing address in Section 2, a physical North Carolina address must be entered in this Section.
- Enter the company name and physical address of the location where payroll records are maintained. A post office box is not acceptable here, unless it is the Payroll Office address. Include the name and telephone number of the person to contact regarding the applicant’s payroll records.

**SECTION 7. GENERAL INFORMATION**
- Answer all questions by selecting yes or no.
- Provide any additional details or clarification as required.
- Complete the ERM-14 and/or proper supplemental application form(s) if the applicant leases employees or operates an employee leasing or trucking business.
SECTION 8. INSURANCE RECORD
• Provide the previous record of workers compensation insurance coverage for the applicant for the three (3) previous years.

SECTION 9. CORPORATE OFFICERS, SOLE PROPRIETORS, PARTNERS OR MEMBERS OF A LLC
• List the name, date of birth, title, percentage of ownership, duties, class code and approximate annual salary of each executive officer, the sole proprietor, each general partner or each member of a limited liability company and indicate whether coverage for each individual is elected or rejected. The annual salary is required regardless of election or rejection of coverage.
• Executive officers of a corporation are automatically covered under North Carolina law; however, any executive officer may be specifically excluded from coverage by endorsing the insurance policy to exclude such executive officer. The payroll, subject to the individual minimum and maximum limitations as shown on the state rate pages, for all covered executive officers must be included in the “total payroll” in Section 10 and used to calculate estimated annual premium.
• Sole proprietors, partners and members of a limited liability company are not automatically covered under North Carolina law; however, the sole proprietor, any partner or any member of a limited liability company may elect to be included as an employee, if actively engaged in the operation of the business and the insurer is notified of the election to be included. The fixed payroll amount, as shown on the state rate pages, for covered sole proprietors, partners or members of a limited liability company must be included in the “total payroll” in Section 10 and used to calculate estimated annual premium.

SECTION 10. CALCULATION OF NC ESTIMATED ANNUAL/DEPOSIT PREMIUM
• List separately employee/department duties or classification phraseology, class code, number of employees, an accurate estimate of the annual payroll, the rate and calculated premium.
• If United States Longshore and Harbor Workers (USL&H), increased limits of Employer Liability and/or other coverages are requested, indicate these in the appropriate space(s).
• Any premium $200,000 or more is subject to the mandatory Loss Sensitive Rating Plan (LSRP) and additional premium may be required.
• For an estimated annual premium in excess of $5,000, a percentage of the annual premium may be calculated as the deposit premium.

SECTION 11. PREMIUM PAYMENT
• Premium, payable to the North Carolina Rate Bureau, may be made by agency check, cashier’s or certified check, money order, check of a premium finance company licensed in North Carolina or via Electronic Funds Transfer (EFT) for electronic web submissions.
• The estimated annual premium or proper deposit premium must be received before an assignment of coverage can be made.
• If the premium is financed, attach a copy of the signed premium finance agreement and provide the name of the premium finance company in the space provided.

SECTION 12. REMARKS
• Document any additional information you feel will assist in the processing of the application or to explain any issues or concerns.

SECTION 13. APPLICANT’S STATEMENT
• The application is incomplete unless it has been signed by an individual (i) certifying the accuracy of the information that was given to the agent and used to complete the application and (ii) agreeing to comply with basic provisions of the North Carolina Workers Compensation Insurance Plan. The individual signing the application must be the sole proprietor if the applicant is a proprietorship, a partner if the applicant is a partnership, a member if the applicant is a limited liability company or an executive officer if the applicant is a corporation.
• Additional information may be requested before an assignment of coverage can be made. Any additional information requested should be promptly submitted.
• Any requested information required by the North Carolina Rate Bureau must be provided within the specified time frame in order to prevent the return of the application with no coverage assigned.

SECTION 14. STATEMENT OF LICENSED AGENT OR PRODUCER OF RECORD
• North Carolina law [GS 58-36-1(5)] requires that the applicant employer be “certified to be ‘difficult to place’ by any fire and casualty insurance agent who is licensed in this State”.
• The application is incomplete unless it has been signed by the agent.
• The application may be signed by an out-of-state agent to whom the North Carolina Department of Insurance has issued a non-resident fire and casualty agent license. A non-resident agent cannot qualify as a producer of record. A copy of the agent's non-resident license must be submitted with the application for verification purposes.
• Select the box to indicate if the agent is a producer of record (a licensed North Carolina resident broker).
• The agent must certify (by checking box) that Section 13 has been explained to the applicant.
• The agent must acknowledge (by checking box) that the agent's signature is original, that the applicant's responsibilities as they pertain to coverage in the North Carolina Workers Compensation Insurance Plan have been reviewed with the applicant. In addition, the agent agrees to retain a copy of the completed application, with the applicant's signature for a period of not less than five (5) years.
• Include the name of agent, complete agency name, mailing address, telephone and fax numbers, e-mail address and either the Federal Employer Identification Number for the agency or the Social Security Number for the agent.