

SERFF Tracking Number: REGU-125305948 State: Arkansas
Filing Company: National Security Fire & Casualty Company State Tracking Number: AR-PC-07-026237
Company Tracking Number: NSFC-DP-07-AR-02-R
TOI: 01.0 Property Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines)
Product Name: Low Valued Dwelling Program
Project Name/Number: Miscellaneous Rules Filing/NSFC-DP-07-AR-02-R

Filing at a Glance

Company: National Security Fire & Casualty Company

Product Name: Low Valued Dwelling Program SERFF Tr Num: REGU-125305948 State: Arkansas
TOI: 01.0 Property SERFF Status: Closed State Tr Num: AR-PC-07-026237
Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines) Co Tr Num: NSFC-DP-07-AR-02-R State Status:
Filing Type: Rule Co Status: Reviewer(s): Becky Harrington, Betty Montesi, Brittany Yielding
Author: John Battles Disposition Date: 09/28/2007
Date Submitted: 09/27/2007 Disposition Status: Filed
Effective Date Requested (New): 12/03/2007 Effective Date (New): 12/03/2007
Effective Date Requested (Renewal): 02/15/2008 Effective Date (Renewal): 02/15/2008

General Information

Project Name: Miscellaneous Rules Filing
Project Number: NSFC-DP-07-AR-02-R
Reference Organization: N/A - Independent Rules
Reference Title: N/A - Independent Rules

Status of Filing in Domicile: Not Filed
Domicile Status Comments:
Reference Number: N/A - Independent Rules
Advisory Org. Circular: N/A - Independent Rules

Filing Status Changed: 09/28/2007
State Status Changed: 09/27/2007
Corresponding Filing Tracking Number:
Filing Description:

Deemer Date:

f

Company and Contact

Filing Contact Information

John Battles, President

johnbattles@ircllc.com

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50 Broad Street (941) 926-0144 [Phone]
New York, NY 10004 () -[FAX]

Filing Company Information

National Security Fire & Casualty Company CoCode: 12114 State of Domicile: Alabama
661 East Davis Street Group Code: 316 Company Type:
Elba, AL 36232 Group Name: State ID Number:
(334) 897-2273 ext. [Phone] FEIN Number: 63-0415525

SERFF Tracking Number: REGU-125305948 State: Arkansas
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Filing Fees

Fee Required? Yes
Fee Amount: \$50.00
Retaliatory? No
Fee Explanation: \$50 for independent rules filing.
Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
National Security Fire & Casualty Company	\$50.00	09/27/2007	15832482

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Filed	Becky Harrington	09/28/2007	09/28/2007

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Disposition

Disposition Date: 09/28/2007
 Effective Date (New): 12/03/2007
 Effective Date (Renewal): 02/15/2008
 Status: Filed
 Comment:

Company Name:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Premium:	Maximum % Change (where required):	Minimum % Change (where required):	Overall % Indicated Change:
National Security Fire & Casualty Company	0.000%	\$0	6,678	\$2,419,686	0.000%	0.000%	0.000%

SERFF Tracking Number: REGU-125305948 *State:* Arkansas
Filing Company: National Security Fire & Casualty Company *State Tracking Number:* AR-PC-07-026237
Company Tracking Number: NSFC-DP-07-AR-02-R
TOI: 01.0 Property *Sub-TOI:* 01.0002 Personal Property (Fire and Allied Lines)

Product Name: Low Valued Dwelling Program
Project Name/Number: Miscellaneous Rules Filing/NSFC-DP-07-AR-02-R

Item Type	Item Name	Item Status	Public Access
Supporting Document	Uniform Transmittal Document-Property & Casualty	Filed	Yes
Supporting Document	NAIC Loss Cost Filing Document for OTHER than Workers' Comp	Filed	No
Supporting Document	Filing Letter and Filing Authorization Letter	Filed	Yes
Supporting Document	Explanatory Memorandum	Filed	Yes
Rate	Miscellaneous Rating Rules	Filed	Yes

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Rate Information

Rate data applies to filing.

Filing Method: File & Use
Rate Change Type: Neutral
Overall Percentage of Last Rate Revision: 7.600%
Effective Date of Last Rate Revision: 07/09/2007
Filing Method of Last Filing: File & Use

Company Rate Information

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	# of Policy Holders Affected for this Program:	Premium:	Maximum % Change (where required):	Minimum % Change (where required):
National Security Fire & Casualty Company	0.000%	0.000%	\$0	6,678	\$2,419,686	0.000%	0.000%

SERFF Tracking Number: REGU-125305948 State: Arkansas
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 Product Name: Low Valued Dwelling Program
 Project Name/Number: Miscellaneous Rules Filing/NSFC-DP-07-AR-02-R

Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Filed	Miscellaneous Rating Rules	FC-1000WC (12/2007) – Dwelling Rules 11 - 12	New	Additional Rating Rules FC-1000WC _12-2007_.pdf

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY
DWELLING AND MOBILE HOME PROGRAM**

MISCELLANEOUS RATING RULES

A. Age of Home Rating Factors

1. The amount of credit or surcharge shall be determined by applying the factor in the table below to the base premium. The age of the dwelling is determined by subtracting the year construction was completed from the year of policy inception or, upon renewal, by subtracting the year of construction from the year of the renewal. The Age of Home Rating Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

Dwelling Age	Rating Factor
0	0.80
1	0.82
2	0.84
3	0.86
4	0.88
5	0.90
6	0.92
7	0.94
8	0.96
9	0.98
10-34	1.00
35+	1.15 *

- * The surcharge for dwellings 35 years and older can be reduced to a 1.05 factor (5% surcharge) by submitting proof of electrical wiring update with the application or at the time of an endorsement request. The update must be confirmed by a certified electrical contractor or an electrical repair company on their letterhead. For existing policyholders, we will not invoke the electrical surcharge. The surcharge will remain at 1.05 for the life of the policy for any policy existing at the time that this surcharge was effected.

B. Wood Stove Rating Factor

1. If a wood-burning stove exists in the dwelling, a factor of 1.05 (5% surcharge) shall be applied to the base premium. The Wood Stove Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

C. Asbestos Siding Rating Factor

1. If asbestos siding exists on the dwelling, the dwelling shall be rated as "frame" and a factor of 1.10 (10% surcharge) shall be applied to the base premium. The Asbestos Siding Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

**NATIONAL SECURITY FIRE AND CASUALTY COMPANY
DWELLING AND MOBILE HOME PROGRAM**

MISCELLANEOUS RATING RULES (CONTINUED)

D. Proof of Prior Insurance Rating Factor

1. The amount of surcharge shall be determined by applying the factor in the table below to the base premium. In order to have this surcharge removed, proof of prior insurance coverage (i.e. prior Company's Declarations) shall be submitted with the application. The Proof of Prior Rating Factor shall not apply to any newly-purchased dwelling or mobile home and that we will allow up to a 30-day gap in coverage from the prior company's expiration date of their policy and the effective date of the National Security policy. The Proof of Prior Insurance Rating Factor shall apply to any policy in the Dwelling Fire and EC Program, the Limited Homeowners Program, or the Comprehensive Mobile Homeowners Program.

The Proof of Prior Insurance Rating Factor will apply at the inception date of the policy and will exist for the first policy year. The surcharge will be eliminated on the first policy anniversary.

Inception of Policy	1.25
1st Policy Year Anniversary and beyond	No Surcharge

E. Automobile/Primary Home Insurance Rating Factor

1. If a National Security Fire and Casualty Company applicant for owner-occupied home insurance currently has their automobile insurance with National Security, a factor of .95 (5% discount) shall be applied to the home insurance base premium. The Home Insurance Rating Factor applies to owner-occupied dwellings only within the Dwelling Fire and EC Program (not tenant-occupied, seasonal-occupied, or contents-only risks), any dwelling in the Limited Homeowners Program, and any mobile home in the Comprehensive Mobile Homeowners Program.

SERFF Tracking Number: REGU-125305948 State: Arkansas
Filing Company: National Security Fire & Casualty Company State Tracking Number: AR-PC-07-026237
Company Tracking Number: NSFC-DP-07-AR-02-R
TOI: 01.0 Property Sub-TOI: 01.0002 Personal Property (Fire and Allied Lines)
Product Name: Low Valued Dwelling Program
Project Name/Number: Miscellaneous Rules Filing/NSFC-DP-07-AR-02-R

Supporting Document Schedules

Satisfied -Name: Uniform Transmittal Document-Property & Casualty **Review Status:** Filed 09/28/2007

Comments:

Attachment:

NAIC Transmittal Rules.pdf

Satisfied -Name: Filing Letter and Filing Authorization Letter **Review Status:** Filed 09/28/2007

Comments:

1. Filing Letter
2. Filing Authorization Letter

Attachments:

AR LVD 2007 AAIS Rules Filing Letter 9-27-07.pdf
Filing Authorization Letter Rules.pdf

Satisfied -Name: Explanatory Memorandum **Review Status:** Filed 09/28/2007

Comments:

Attachment:

Filing Memorandum Rules.pdf

FORM UT Property & Casualty Transmittal Document (Revised 1/1/06)

1. Reserved for Insurance Dept. Use Only

2. Insurance Department Use only	
a. Date the filing is received:	
b. Analyst:	
c. Disposition:	
d. Date of disposition of the filing:	
e. Effective date of filing:	
New Business	
Renewal Business	
f. State Filing #:	
g. SERFF Filing #:	
h. Subject Codes	

3. Group Name	Group NAIC #
	316

4. Company Name(s)	Domicile	NAIC #	FEIN #
National Security Fire & Casualty Company	Alabama	12114	63-0415525

5. Company Tracking Number	NSFC-DP-07-AR-02-R
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Contact Info of Filer(s) or Corporate Officer(s) [include toll-free number]

6. Name and address	Title	Telephone #s	FAX #	e-mail
John Battles Insurance Regulatory Consultants 50 Broad Street, Suite 501 New York, NY 10004	President	(941) 926-0144	(212) 571-2502	johnbattles@irclic.com

7. Signature of authorized filer	
8. Please print name of authorized filer	John Battles

Filing information (see General Instructions for descriptions of these fields)

9. Type of Insurance (TOI)	01.0 Property
10. Sub-Type of Insurance (Sub-TOI)	01.0002 Personal Property (Fire and Allied Lines)
11. State Specific Product code(s) (if applicable)[See State Specific Requirements]	
12. Company Program Title (Marketing title)	Low Valued Dwelling Program
13. Filing Type	<input type="checkbox"/> Rate/Loss Cost <input checked="" type="checkbox"/> Rules <input type="checkbox"/> Rates/Rules <input type="checkbox"/> Forms <input type="checkbox"/> Combination Rates/Rules/Forms <input type="checkbox"/> Withdrawal <input type="checkbox"/> Other
14. Effective Date(s) Requested	New: 12/3/07 Renewa 4/1/08
15. Reference Filing?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
16. Reference Organization (if applicable)	N/A
17. Reference Organization # & Title	N/A
18. Company's Date of Filing	September 27, 2007
19. Status of filing in domicile	<input type="checkbox"/> Not Filed <input type="checkbox"/> Pending <input checked="" type="checkbox"/> Authorized <input type="checkbox"/> Disapproved

Property & Casualty Transmittal Document—

20. This filing transmittal is part of Company Tracking # NSFC-DP-07-AR-02-R

21. Filing Description [This area should be similar to the body of a cover letter and is free-form text]

National Security Fire & Casualty Company (NSFC) is submitting this filing to introduce new independent rating rules as further described in the Explanatory Memorandum.

Enclosed for your review are the following:

1. State Required Forms
2. Explanatory Memorandum
3. New Manual Rules – Miscellaneous Rating Rules – FC-1000WC (12/2007) – Dwelling Rules 11 - 12

An EFT payment in the amount of \$50.00 has been submitted via SERFF.

We request that this filing become effective December 3, 2007 for new business and April 1, 2008 for renewals.

22. Filing Fees (Filer must provide check # and fee amount if applicable)

[If a state requires you to show how you calculated your filing fees, place that calculation below]

Check #: EFT
Amount: \$50.00
SERFF Filing Number: REGU-125305948

Refer to each state's checklist for additional state specific requirements or instructions on calculating fees.

*****Refer to the each state's checklist for additional state specific requirements (i.e. # of additional copies required, other state specific forms, etc.)**

RATE/RULE FILING SCHEDULE

(This form must be provided ONLY when making a filing that includes rate-related items such as Rate; Rule; Rate & Rule; Reference; Loss Cost; Loss Cost & Rule or Rate, etc.)

(Do not refer to the body of the filing for the component/exhibit listing, unless allowed by state.)

1.	This filing transmittal is part of Company Tracking #	NSFC-DP-07-AR-02-R
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2.	This filing corresponds to form filing number (Company tracking number of form filing, if applicable)	
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Rate Increase
 Rate Decrease
 Rate Neutral (0%)

3.	Filing Method (Prior Approval, File & Use, Flex Band, etc.)	
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4a. Rate Change by Company (As Proposed)						
Company Name	Overall % Rate Impact	Written premium change for this program	# of policyholders affected for this program	Written premium for this program	Maximum % Change (where required)	Minimum % Change (where required)
National Security Firs & Casualty Co.	0.0%	\$0	6,678	\$2,419,686	0.0%	0.0%

4b. Rate Change by Company (As Accepted) For State Use Only						
Company Name	Overall % Rate Impact	Written premium change for this program	# of policyholders affected for this program	Written premium for this program	Maximum % Change	Minimum % Change

Overall Rate Information (Complete for Multiple Company Filings only)			
		COMPANY USE	STATE USE
5a.	Overall percentage rate impact for this filing		
5b.	Effect of Rate Filing – Written premium change for this program		
5c.	Effect of Rate Filing – Number of policyholders affected		

6.	Overall percentage of last rate revision	
7.	Effective Date of last rate revision	
8.	Filing Method of Last filing (Prior Approval, File & Use, Flex Band, etc.)	

9.	Rule # or Page # Submitted for Review	Replacement or Withdrawn?	Previous state filing number, if required by state
01	Miscellaneous Rating Rules – FC-1000WC (12/2007) – Dwelling Rules 11 - 12	<input checked="" type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
02		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
03		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
04		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	
05		<input type="checkbox"/> New <input type="checkbox"/> Replacement <input type="checkbox"/> Withdrawn	

filing on behalf of **National Security Fire & Casualty Company**

VIA SERFF (Tracking # REGU-125305948)

September 27, 2006

Honorable Julie Benafield Bowman
Commissioner of Insurance
Arkansas Insurance Department
1200 West Third Street
Little Rock, AR 72201

*Please be advised that Insurance Regulatory Consultants (IRC) has been appointed to submit this filing on behalf of **National Security Fire & Casualty Company**. A copy of this authorization is attached to this filing.*

Re: National Security Fire & Casualty Company
NAIC Number: 316-12114
Low Valued Dwelling and Mobile Homes Program
Independent Rule Filing
Company Filing Designation Number: NSFC-DP-07-AR-02-R
Proposed Effective Date: December 3, 2007-New Business, April 1, 2008-Renewals
State of Arkansas

Dear Commissioner Benafield:

National Security Fire & Casualty Company (NSFC) is submitting this filing to introduce new independent rating rules as further described in the Explanatory Memorandum.

Enclosed for your review are the following:

- 1. State Required Forms**
- 2. Explanatory Memorandum**
- 3. New Manual Rules – Miscellaneous Rating Rules – FC-1000WC (12/2007) – Dwelling Rules 11 - 12**

An EFT payment in the amount of **\$50.00** has been submitted via SERFF.

We request that this filing become effective **December 3, 2007** for new business and **April 1, 2008** for renewals.

Thank you for your prompt review and consideration of this filing request. If you should have any questions or require any additional information, please do not hesitate to contact me at the numbers or e-mail address below.

Sincerely,



John Battles
Insurance Regulatory Consultants, LLC
(941) 926-0144 (phone), (212) 571-2502 (fax)
johnbattles@irellc.com (e-mail)
filing on behalf of **National Security Fire and Casualty Company**



LETTER OF FILING AUTHORIZATION

This will certify that Insurance Regulatory Consultants, LLC (IRC) has been given full authorization to submit the captioned filing below on behalf of National Security Fire & Casualty Company. This authorization extends to all correspondence regarding this filing.

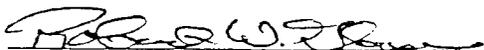
ROBERT W. GLOVER

Name

ASSISTANT VICE PRESIDENT

Title

NATIONAL SECURITY FIRE & CASUALTY COMPANY



(334)897-2273 x266

September 27, 2007

Date

**Re: National Security Fire & Casualty Company
NAIC Number: 316-12114
Low Valued Dwelling and Mobile Homes Program
Independent Rule Filing
Company Filing Designation Number: NSFC-DP-07-AR-02-R
Proposed Effective Date: December 3, 2007-New Business, April 1, 2008-Renewals
State of Arkansas**

**National Security Fire & Casualty Company
 Low Valued Dwelling Program
 2007 Introduction of New Independent Rules
 State of Arkansas
 Explanatory Memorandum**

This filing proposes the addition of five new independent manual rating rules for National Security Fire & Casualty Company's Low Valued Dwelling Program as described below:

Independent Rules

1. Age of Home Rating Factors

The amount of credit or surcharge shall be determined by applying the factor in the table below to the base premium. The age of the dwelling is determined by subtracting the year construction was completed from the year of policy inception or, upon renewal, by subtracting the year of construction from the year of the renewal. The Age of Home Rating Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

Dwelling Age	Rating Factor	Dwelling Age	Rating Factor
0	0.80	6	0.92
1	0.82	7	0.94
2	0.84	8	0.96
3	0.86	9	0.98
4	0.88	10-34	1.00
5	0.90	35+	1.15 *

2. Wood Stove Rating Factor

If a wood-burning stove exists in the dwelling, a factor of 1.05 (5% surcharge) shall be applied to the base premium. The Wood Stove Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

3. Asbestos Siding Rating Factor

If asbestos siding exists on the dwelling, the dwelling shall be rated as "frame" and a factor of 1.10 (10% surcharge) shall be applied to the base premium. The Asbestos Siding Factor applies to any dwelling in the Dwelling Fire and EC Program or the Limited Homeowners Program. It does not apply to mobile homes.

4. Proof of Prior Insurance Rating Factor

The amount of surcharge shall be determined by applying the factor in the table below to the base premium. In order to have this surcharge removed, proof of prior insurance coverage (i.e. prior Company's Declarations) shall be submitted with the application. The Proof of Prior Rating Factor shall not apply to any newly-purchased dwelling or mobile home and that we will allow up to a 30-day gap in coverage from the prior company's expiration date of their policy and the effective date of the National Security policy. The Proof of Prior Insurance Rating Factor shall apply to any policy in the Dwelling Fire and EC Program, the Limited Homeowners Program, or the Comprehensive Mobile Homeowners Program.

**National Security Fire & Casualty Company
Low Valued Dwelling Program
2007 Introduction of New Independent Rules
State of Arkansas
Explanatory Memorandum**

The Proof of Prior Insurance Rating Factor will apply at the inception date of the policy and will exist for the first policy year. The surcharge will be eliminated on the first policy anniversary.

Inception of Policy	1.25
1st Policy Year Anniversary and beyond	No Surcharge

5. Automobile/Primary Home Insurance Rating Factor

If a National Security Fire and Casualty Company applicant for owner-occupied home insurance currently has their automobile insurance with National Security, a factor of .95 (5% discount) shall be applied to the home insurance base premium. The Home Insurance Rating Factor applies to owner-occupied dwellings only within the Dwelling Fire and EC Program (not tenant-occupied, seasonal-occupied, or contents-only risks), any dwelling in the Limited Homeowners Program, and any mobile home in the Comprehensive Mobile Homeowners Program.

The following new manual rules for the above are attached:

Miscellaneous Rating Rules – FC-1000WC (12/2007) – Dwelling Rules 11 - 12

Also, we have done an exhaustive study of our billing fee for quarterly and semi-annual payments and we request that our billing fee be reduced to \$5.00 from our previously approved \$6.00 fee. Additionally, we will reduce this fee on our other two personal property programs, the Limited Homeowners Program and the Comprehensive Mobile Homeowners Program.