

SERFF Tracking Number:	IATH-125913835	State:	Arkansas
Filing Company:	Harco National Insurance Company	State Tracking Number:	EFT \$125
Company Tracking Number:	CA-AR-2517-LR		
TOI:	20.0 Commercial Auto	Sub-TOI:	20.0001 Business Auto
Product Name:	Commercial Auto Lease and Rental Filing		
Project Name/Number:	/CA-AR-2517-LR		

Filing at a Glance

Company: Harco National Insurance Company

Product Name: Commercial Auto Lease and Rental Filing SERFF Tr Num: IATH-125913835 State: Arkansas

Rental Filing

TOI: 20.0 Commercial Auto

SERFF Status: Closed

State Tr Num: EFT \$125

Sub-TOI: 20.0001 Business Auto

Co Tr Num: CA-AR-2517-LR

State Status: Fees verified and received

Filing Type: Rate/Rule

Co Status:

Reviewer(s): Betty Montesi,
Llyweyia Rawlins

Author: Jim Breitbach

Disposition Date: 11/21/2008

Date Submitted: 11/20/2008

Disposition Status: Exempt from Review

Effective Date Requested (New): 03/01/2009

Effective Date (New): 03/01/2009

Effective Date Requested (Renewal): 03/01/2009

Effective Date (Renewal):
03/01/2009

State Filing Description:

General Information

Project Name:

Status of Filing in Domicile: Pending

Project Number: CA-AR-2517-LR

Domicile Status Comments:

Reference Organization:

Reference Number:

Reference Title:

Advisory Org. Circular:

Filing Status Changed: 11/21/2008

State Status Changed: 11/21/2008

Deemer Date:

Corresponding Filing Tracking Number:

Filing Description:

Harco National Insurance Company is a specialty company providing insurance products to the trucking industry. The business is written on a package policy basis incorporating a broad range of coverage's.

Harco's experience for Contingent Liability and Physical Damage has been favorable and we are requesting a reduction in the Contingent Rental Liability and Physical Damage of 25%.

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Harco's experience for Primary Liability and Physical Damage has been adverse and we are requesting an increase in Primary Rental for Liability and Physical Damage of 25%.

These changes combined will result in a negligible change.

Company and Contact

Filing Contact Information

Jim Breitbach, Compliance Analyst jbreitbach@iat-harco.com
 2850 West Golf Road (847) 321-4816 [Phone]
 Rolling Meadows, IL 60008 (847) 321-4810[FAX]

Filing Company Information

Harco National Insurance Company CoCode: 26433 State of Domicile: Illinois
 2850 West Golf Road Group Code: 225 Company Type:
 9th Floor
 Rolling Meadows, IL 60008 Group Name: State ID Number:
 (800) 448-4642 ext. [Phone] FEIN Number: 13-6108721

Filing Fees

Fee Required? Yes
 Fee Amount: \$125.00
 Retaliatory? No
 Fee Explanation: \$25 per independent rule filing
 \$100 per rate filing
 Per Company: No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
Harco National Insurance Company	\$125.00	11/20/2008	24073774

SERFF Tracking Number: IATH-125913835 State: Arkansas
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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Exempt from Review	Llyweyia Rawlins	11/21/2008	11/21/2008

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Disposition

Disposition Date: 11/21/2008

Effective Date (New): 03/01/2009

Effective Date (Renewal): 03/01/2009

Status: Exempt from Review

Comment:

This line is exempt from filing rates/rules in compliance with ACA 23-67-206 which states that P&C insurance for commercial risks, excluding workers' compensation, employers' liability and professional liability insurance, including but not limited to, medical malpractice insurance, are exempted from the rate/rule filing and review requirements.

Rate data does NOT apply to filing.

SERFF Tracking Number: IATH-125913835

State: Arkansas

Filing Company: Harco National Insurance Company

State Tracking Number: EFT \$125

Company Tracking Number: CA-AR-2517-LR

TOI: 20.0 Commercial Auto

Sub-TOI: 20.0001 Business Auto

Product Name: Commercial Auto Lease and Rental Filing

Project Name/Number: /CA-AR-2517-LR

Item Type	Item Name	Item Status	Public Access
Supporting Document	Filing Memorandum	Accepted for Informational Purposes	Yes
Rate	Lease and Rental	Accepted for Informational Purposes	Yes

SERFF Tracking Number: IATH-125913835 *State:* Arkansas
Filing Company: Harco National Insurance Company *State Tracking Number:* EFT \$125
Company Tracking Number: CA-AR-2517-LR
TOI: 20.0 Commercial Auto *Sub-TOI:* 20.0001 Business Auto
Product Name: Commercial Auto Lease and Rental Filing
Project Name/Number: /CA-AR-2517-LR

Rate Information

Rate data does NOT apply to filing.

SERFF Tracking Number: IATH-125913835 State: Arkansas
 Filing Company: Harco National Insurance Company State Tracking Number: EFT \$125
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 TOI: 20.0 Commercial Auto Sub-TOI: 20.0001 Business Auto
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Rate/Rule Schedule

Review Status:	Exhibit Name:	Rule # or Page #:	Rate Action	Previous State Filing Attachments Number:
Accepted for Informational Purposes	Lease and Rental	CA-E-4.4 and CA-E-4.5	Replacement	CA-AR-1821-R ARCAE4.4&4.5.pdf

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ADDENDUM TO RULE 75. LEASING AND RENTAL CONCERNS

This rule is applicable to units rated on receipts basis.

Primary Rental Liability

<u>Limit</u>	<u>Rate per \$1.00 of Gross Receipts</u>
\$100,000	.174

Primary Lease Liability: multiply the primary rental liability rate by .75

Contingent Rental Liability

<u>Limit</u>	<u>Rate Per \$1.00 of Gross Receipts</u>	<u>Maximum Per Unit Per Month</u>
\$100,000	.004	\$5.48*

Contingent Lease Liability: multiply the contingent rental liability rate by .75

For additional limits, refer to Increased Limits Table Classification Trucks, Tractors, Trailers and Zone Rated. Uninsured Motorists Coverage - Minimum State Requirements. No-Fault Liability Coverage - Minimum State Requirements.

Primary Rental Physical Damage

<u>Deductible</u>	<u>Rate per \$1.00 of Gross Receipts</u>
\$1,000	.13
\$2,500	.10
\$5,000	.08

Primary Lease Physical Damage: multiply the primary rental physical damage rate by .75

Contingent Rental Physical Damage

<u>Deductible</u>	<u>Rate per \$1.00 of Gross Receipts</u>	<u>Maximum Per Unit Per Month</u>
\$5,000	.002	\$5

Contingent Lease Physical Damage: multiply the contingent rental physical damage rate by .75

CA-E-4.4

*Denotes Change

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Not Rented Comprehensive and Collision Coverage

<u>Deductible</u>	<u>Per Day</u>	Maximum Per Unit <u>Per Month</u>
\$1,000	1.13	\$17
\$2,500	1.01	\$15
\$5,000	.68	\$11

RULE 75. LEASING OR RENTAL CONCERNS

Add the following to this rule:

B.1.a. (2)

- (a) Contingent Coverage: Physical damage coverage may be provided if Insurance covering the leasing concern on a direct primary basis is provided by the lessee. Multiply the classification rates in this manual that apply by .05.

CA-E-4.5

*Denotes Change

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Supporting Document Schedules

Satisfied -Name: Filing Memorandum

Review Status:

Accepted for Informational 11/21/2008
Purposes

Comments:

Attachment:

EXPLANATORY MEMORANDUM08.pdf

EXPLANATORY MEMORANDUM

Harco National Insurance Company is a specialty company providing insurance products to the trucking industry. The business is written on a package policy basis incorporating a broad range of coverage's.

Harco is a subscriber to Insurance Services Office (ISO). We use ISO rates, rules, loss costs, forms and endorsements with certain exceptions.

Harco's experience for Contingent Liability and Physical Damage has been favorable and we are requesting a reduction in the Contingent Rental Liability and Physical Damage of 25%.

Harco's experience for Primary Liability and Physical Damage has been adverse and we are requesting an increase in Primary Rental for Liability and Physical Damage of 25%.

These changes combined will result in a negligible change.

Harco has only its own experience to support these changes. All rates have been judgmentally selected. However, the selection of these rates is not without basic reasoning.

First, for Primary liability there is a large potential loss from one occurrence. Overall the premium from this coverage is relatively small. At possible limits of \$500,000, \$750,000 or \$1,000,000 a single loss could be catastrophic.

Second, Primary Liability existing rates are too low because we write regular truckers liability. We feel this rate will eliminate a current problem where the Primary Lease and Rental Liability customer pays less than the Truckers Liability customer for the same insurance.

Primary and Contingent Lease Liability and Physical Damage will remain at .75 of Primary and Contingent Rental Liability and Physical Damage.

Enclosed is amended Harco Exception Page CA-E-4.5 and CA-E-4.6 reflecting the proposed revisions.