

BULLETIN 98-6

TO: All Property and Casualty Insurers in the State of Kentucky

FROM: George Nichols III
Commissioner of Insurance

DATE: June 11, 1998

RE: New Premium Rates for the Mine Subsidence Program

Sections 31 and 32 of House Bill 496, passed by the 1998 General Assembly, increase the limits of coverage available for mine subsidence insurance from fifty thousand dollars (\$50,000) to one hundred thousand dollars (\$100,000) per structure. Pursuant to KRS 304.44-020 (4), the Administrator has established new premium rates which shall become effective July 14, 1998, for new business and October 15, 1998, for renewal business. The new rates are set forth in this Bulletin and shall be charged for the appropriate amount of coverage. Any questions should be addressed to the Division of State Risk, (502) 564-6055.

COMMONWEALTH OF KENTUCKY

**COAL MINE SUBSIDENCE RATES
REVISED RATES EFFECTIVE JULY 14, 1998
House Bill 496, Section 31 and 32**

<u>AMOUNT OF COAL MINE SUBSIDENCE INSURANCE ON THE STRUCTURE</u>		<u>PREMIUM DWELLING STRUCTURE</u>	<u>PREMIUM NON-DWELLING (1) STRUCTURE</u>
up	to \$15,000	\$10.00	\$18.00
15,001	to 20,000	\$11.00	\$19.00
20,001	to 25,000	\$12.00	\$20.00
25,001	to 30,000	\$13.00	\$21.00
30,001	to 35,000	\$14.00	\$22.00
35,001	to 40,000	\$15.00	\$23.00
40,001	to 45,000	\$16.00	\$24.00
45,001	to 50,000	\$17.00	\$25.00
50,001	to 55,000	\$18.00	\$26.00
55,001	to 60,000	\$19.00	\$27.00
60,001	to 65,000	\$20.00	\$28.00
65,001	to 70,000	\$21.00	\$29.00
70,001	to 75,000	\$22.00	\$30.00
75,001	to 80,000	\$23.00	\$31.00
80,001	to 85,000	\$24.00	\$32.00
85,001	to 90,000	\$25.00	\$33.00
90,001	to 95,000	\$26.00	\$34.00
95,001	to 100,000	\$27.00	\$35.00

NOTE: (1)A non-dwelling structure is defined for rating purposes as a building that is not principally used for residential purposes or house more than four family units.

(2)**\$100,000** is the maximum amount of insurance reinsured by the Kentucky Coal Mine Subsidence Fund.

FOR COMPANY USE ONLY - AMOUNTS ABOVE \$100,000

(3)Dwellings - \$5,000 increments above \$100,000 \$1.00

(4)Commercial - \$5,000 increments above \$100,000 \$1.00

Effective 7/14/98 New Business; 10/15/98 Renewals