

ATA Workers' Compensation Fund

Membership and Underwriting Guidelines

- 1) Fund member or applicant must join and remain a member, in good standing, of the Alabama Trucking Association.
- 2) Fund member or applicant must have been in operation for no less than three (3) years prior to participation in the ATA Workers' Compensation Fund.
- 3) Fund member or applicant must be profitable and have a positive net worth, and/or be in good standing with the ATA Workers' Compensation Fund.
- 4) Fund member or applicant must maintain a modified and discounted contribution of greater than ten thousand dollars (\$10,000).
- 5) Fund member or applicant understands and agrees that all payments for coverage, deductibles or other related services are due on the first (1st) day of each month. Payments are considered late if not paid by the fifteenth (15th) day of the month. At which time, late fees will be charged at an appropriate interest rate as established by the Board of Trustees. Payments, including late fees, not received by the last day of the month, will result in the cancellation of coverage.
- 6) Fund member or applicant understands and agrees to periodic inspections and reviews of their operations, facilities and equipment as deemed necessary and conducted by ATA Worker's Compensation Fund's loss control engineers; to adhere to all loss control recommendations, and to respond in writing to loss control recommendations when requested. Failure to do so will result in the cancellation of coverage.
- 7) Fund member or applicant agrees to complete and sign all requested forms, applications and documents required by the ATA Workers' Compensation Fund or appropriate regulatory body, and forward them to the Fund's office so as to be received within twenty (20) days from inception or renewal of coverage. Failure to do so will result in cancellation of coverage.
- 8) Fund member or applicant must provide verifiable loss experience from their prior workers' compensation carrier or provider of coverage.
- 9) Fund member or applicant must not have experienced a loss of greater than one hundred fifty thousand dollars (\$150,000) in the previous three years.
- 10) Fund member or applicant must not have non-developed losses over a three (3) year period of greater than sixty percent (60%) relative to the contributions earned over that time frame.
- 11) Fund member or applicant must have and maintain an experience modification factor of no greater than 1.30.
- 12) Fund member or applicant must not have a deterioration of their experience modification factor of more than twenty (20) points in a two (2) year period.
- 13) Fund member or applicant must not have operations or exposures to occupational disease hazards, aircrafts or longshoreman and harbor acts.

ATA Workers' Compensation Fund

Membership and Underwriting Guidelines

- 14) Fund member or applicant must have and maintain operations whose governing classification code consists of one of the following:
- 3824 – Manufacture or Assembly of Truck or Trailer Bodies
 - 4000 – Digging or Excavation of Sand or Gravel
 - 7228 – Trucking: Local Hauling (Inside 200 mile radius)
 - 7229 – Trucking: Long Distance Hauling (Outside 200 mile radius)
 - 7230 – Trucking: Retail Parcel or Package Delivery
 - 7231 – Trucking: Private Enterprise Mail, Parcel or Package Delivery
 - 7232 – Trucking: U.S. Postal Service Mail, Parcel or Package Delivery
 - 7360 – Freight Handling Operations
 - 7380 – Commercial Drivers, Chauffeurs and Helpers
 - 7382 – Bus Company Operations
 - 7390 – Beer or Ale Wholesale Distribution
 - 8292 – Warehousing or Storage of General Merchandise
 - 8293 – Moving, Warehousing or Storage of Furniture and Goods
 - 8380 – Repair or Service of Automobiles or Trucks
 - 8385 – Repair or Service of Buses
 - 8399 – Repair or Service of Truck or Trailer Bodies
 - 8748 – Sales or Long-Term Leasing of Automobiles or Trucks
- 15) Fund member or applicant may withdraw from the Fund at any time subject to thirty (30) days written notice by certified mail, further subject to a short rate cancellation penalty. Cancellation of coverage due to non-payment of balances due will also be subject to a short rate cancellation penalty. The withdrawing fund member or applicant will forfeit any accumulated dividends or retrospective refunds not yet disbursed by ATA Workers' Compensation Fund. Fund member or applicant will remain assessable for the full year or years in which they participated in the Fund.
- 16) All exceptions to these guidelines must be approved by the underwriters for both the ATA Workers' Compensation Fund and its reinsurance carrier, and the ATA Workers' Compensation Fund Board of Trustees.

I have received and read my copy of the 'Membership and Underwriting Guidelines' for the ATA Workers' Compensation Fund and understand all the information contained herein, and agree to all conditions and requirements set forth above.

Signature

Date