



MINUTES OF THE MEETING OF THE FORTIETH ANNUAL MEETING OF THE
NORTH CAROLINA REINSURANCE FACILITY HELD AT THE GRANDOVER RESORT
AND CONFERENCE CENTER, ONE THOUSAND CLUB ROAD, GREENSBORO,
NORTH CAROLINA, OCTOBER 17, 2013

MEMBERS PRESENT

Allstate Insurance Co.
 Allstate Indemnity Co.
 Allstate Property & Casualty Insurance Co.
 Allstate Vehicle and Property Insurance Co.
 Encompass Indemnity Co.
 Esurance Insurance Co.
 Northbrook Indemnity Co.
 Atlantic Casualty Insurance Co.
 Little River Insurance Co.
 Builders Mutual Insurance Co.
 Builders Premier Insurance Co.
 Farmers Insurance Exchange
 21st Century Advantage Insurance Co.
 21st Century Assurance Co.
 21st Century Casualty Co.
 21st Century Centennial Insurance Co.
 21st Century Insurance Co.
 21st Century North America Insurance Co.
 21st Century Premier Insurance Co.
 Foremost Insurance Co. Grand Rapids MI
 Foremost Property & Casualty Insurance Co.
 Mid Century Insurance Co.
 Truck Insurance Exchange
 GEICO Indemnity Co.
 Berkshire Hathaway Homestate Insurance Co.
 GEICO Advantage Insurance Co.
 GEICO Casualty Co.
 GEICO Choice Insurance Co.
 GEICO General Insurance Co.
 GEICO Secure Insurance Co.
 General Star National Insurance Co.
 Genesis Insurance Co.

REPRESENTED BY

Brian O'Neill
 John Erickson
 Kevin Steele

 Mark Caughron
 Sonja Maki
 Jerry Visintine

 Bill Tibbens

 Joe Jordan

Government Employees Insurance Co.	
National Indemnity Co.	
National Liability & Fire Insurance Co.	
Pennsylvania Insurance Co.	
United States Liability Insurance Co.	
Greenville Casualty Insurance Company	Dean Kruger
Hartford Fire Insurance Company	Andy Montano
Hartford Accident & Indemnity Company	
Hartford Casualty Insurance Company	
Hartford Insurance Company of the Midwest	
Hartford Underwriters Insurance Company	
Property & Casualty Insurance Company of Hartford	
Sentinel Insurance Company Ltd	
Trumbull Insurance Company	
Twin City Fire Insurance Company	
Liberty Mutual Insurance Co.	Jared Stuckey
American Economy Insurance Co.	
American Fire & Casualty Co.	
American States Insurance Co.	
American States Preferred Insurance Co.	
Colorado Casualty Insurance Co.	
Employers Insurance Co. of Wausau	
Excelsior Insurance Co.	
First Liberty Insurance Corp.	
First National Insurance Co. of America	
General Insurance Co. of America	
Liberty Insurance Corp.	
Liberty Insurance Underwriters Inc.	
Liberty Mutual Fire Insurance Co.	
Liberty Mutual Mid-Atlantic Insurance Co.	
LM General Insurance Co.	
LM Insurance Corp.	
LM Property & Casualty Insurance Co.	
Midwestern Indemnity Co.	
Montgomery Mutual Insurance Co.	
Netherlands Insurance Co.	
Ohio Casualty Insurance Co.	
Ohio Security Insurance Co.	
Peerless Indemnity Insurance Co.	
Peerless Insurance Co.	
SAFECO Insurance Co. of America	
SAFECO Insurance Co. of Indiana	
Wausau Business Insurance Co.	
Wausau Underwriters Insurance Co.	
West American Insurance Co.	
Integon Indemnity Corporation	Art Lyon
Agent Alliance Insurance Company	Brian Rogers
AmTrust Insurance Company of Kansas, Inc.	
Integon Casualty Insurance Company	
Integon General Insurance Corporation	

Integon National Insurance Company	
Integon Preferred Insurance Company	
Maiden Reinsurance Company	
Maiden Specialty Insurance Company	
Milwaukee Casualty Insurance Co.	
National General Insurance Company	
New South Insurance Company	
Security National Insurance Company	
Technology Insurance Company	
Wesco Insurance Company	
Allied Property & Casualty Insurance Company	Terry Collins
AMCO Insurance Company	Corsan Maley
Depositors Insurance Company	
Farmland Mutual Insurance Company	
Freedom Specialty Insurance Company	
Harleysville Insurance Company	
Harleysville Preferred Insurance Company	
Harleysville Worcester Insurance Company	
National Casualty Company	
Nationwide Affinity Insurance Company of America	
Nationwide Agribusiness Insurance Company	
Nationwide General Insurance Company	
Nationwide Insurance Company of America	
Nationwide Mutual Fire Insurance Company	
Nationwide Property & Casualty Insurance Company	
Scottsdale Indemnity Company	
Titan Indemnity Company	
Victoria Fire & Casualty Company	
Victoria Automobile Insurance Company	
North Carolina Farm Bureau Mutual Insurance Co.	Roger Batdorff
Farm Bureau Insurance Co. of North Carolina	
Pennsylvania National Mutual Casualty Insurance Co.	Pat Lovell
Penn National Security Co.	
Sentry Insurance A Mutual Co.	Peter Sampson
Dairyland Insurance Co.	
Middlesex Insurance Co.	
Peak Property & Casualty Insurance Corp.	
Sentry Casualty Co.	
Sentry Select Insurance Co.	
State Farm Mutual Automobile Insurance Co.	Alan Bentley

Travelers Indemnity Company
Automobile Insurance Company of Hartford
Charter Oak Fire Insurance Company
Commercial Guaranty Insurance Company
Discover Property & Casualty Insurance Company
Farmington Casualty Company
Fidelity & Guaranty Insurance Company
Fidelity & Guaranty Insurance Underwriters Inc.
Northland Casualty Company
Northland Insurance Company
Phoenix Insurance Company
Select Insurance Company
St Paul Fire & Marine Insurance Company
St Paul Guardian Insurance Company
St Paul Mercury Insurance Company
St Paul Protective Insurance Company
Standard Fire Insurance Company
Travco Insurance Company
Travelers Casualty & Surety Company
Travelers Casualty & Surety Company of America
Travelers Casualty Company
Travelers Casualty Company of Connecticut
Travelers Casualty Insurance Company of America
Travelers Commercial Casualty Company
Travelers Commercial Insurance Company
Travelers Constitution State Insurance Company
Travelers Home & Marine Insurance Company
Travelers Indemnity Company of America
Travelers Indemnity Company of Connecticut
Travelers Personal Insurance Company
Travelers Personal Security Insurance Company
Travelers Property Casualty Company of America
Travelers Property Casualty Insurance Company
United States Fidelity & Guaranty Company
United Services Automobile Association
Garrison Property & Casualty Insurance Co.
USAA Casualty Insurance Co.
USAA General Indemnity Co.
Unitrin Auto & Home Insurance Company
Merastar Insurance Company
Response Insurance Company
Response Worldwide Insurance Company
Unitrin Direct Property & Casualty Company
Unitrin Safeguard Insurance Company
Universal Insurance Co.

OTHERS PRESENT

Young, Moore & Henderson

North Carolina Department of Insurance

Chad Wilson

Dan Pickens

Jennifer Fredenburg
Christy Jones
Tom Tomlinson

Jim McCafferty
REPRESENTED BY
Glenn Raynor
Mickey Spivey
Mike Strickland
Bob Mack

Wellington Management	Fred Fuller
	Chris Holleman
ISO	Eric Tanaka
Able Auto Insurance	Patrick Woods
Green & Wooten Insurance	Jeff Butler
Pinehurst Insurance	John Wooten
Senn Dunn Marsh & Roland	Rob McVay
Wester Realty & Insurance Agency	Tim Ward
Public Members NCRF Board of Governors	Hutson Wester
	Steve Smith
	David Walker
Honored Guests	Bob Blystone
	Benjy Seagle
	Greg Spray
	Richard Yarbrough
Staff	Jannet Barnes
	Edith Davis
	Ray Evans
	Vicki Godbold
	Fred Hoerl
	Tim Lucas
	Lois Murphey
	David Sink
	Sue Taylor

118 other companies voted by proxy.

The meeting convened as scheduled, Mr. Jordan presiding. Mr. Evans announced that there was a quorum.

Reference was made to the Facility's Antitrust Compliance Policy, Conflicts of Interest Statement, and Code of Ethics and Standard of Conduct Statements, copies of which were made available. Mr. Spivey provided a few comments regarding these statements and the importance of complying with them.

1. Recognition of Honored Guests and Long-Term Board Members

Mr. Evans recognized each of the following six honored guests and expressed great appreciation for the length of their service and significant contributions as past members of the Board of Governors during the history of the Facility:

<u>Retired Board Member</u>	<u>Years of Service</u>
Art Ivey *	19 years
Bob Blystone	7 years
Amy Powell	10 years
Gary Sanginario *	6 years
Benji Seagle	30 years
Greg Spray	11 years
Richard Yarbrough	14 years (combined)

*Not present

Ms. Davis then recognized the following current Board members for the significant length of their service:

<u>Current Board Member</u>	<u>Years of Service</u>
Jeff Butler	14 years
Art Lyon	24 years
Steve Smith	15 years
Hut Wester	26 years
John Wooten III	11 years
David Walker	11 years
Tim Ward	8 years

2. Annual Report

Copies of the Fortieth Annual Report for the fiscal year ended September 30, 2013 were distributed. Mr. Evans reviewed and commented on the Report, a copy of which is attached and forms a part of the record. The members were also advised that the Report would be available on the Facility website under its own link from the homepage. A motion was made, seconded and unanimously passed to accept the report.

3. Chairman's Comments

Mr. Jordan shared comments on the numerous activities and events of the preceding year, especially noting the significant Legislative activity in 2013 regarding various proposals that would affect auto liability insurance, the stability of the Facility's size and volume, the carefully managed changes in Clean Risk recoupment, the effective management of the portfolio through anticipated balance decreases by the Investment Manager, Wellington; and the operational efforts throughout the year which focused on greater efficiency. He thanked the Board, the various participating committees, staff, and counsel for their efforts on behalf of the Facility.

4. Adjournment

There being no further business, the meeting was adjourned.

Respectfully submitted,

Edith T. Davis

Director, Reinsurance Facility

ETD/lad
Enclosure

RF-13-13