



MINUTES OF THE FORTY-FIRST ANNUAL MEETING OF THE NORTH CAROLINA  
REINSURANCE FACILITY HELD AT THE GRANDOVER RESORT AND CONFERENCE  
CENTER, ONE THOUSAND CLUB ROAD, GREENSBORO, NORTH CAROLINA,  
OCTOBER 16, 2014

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MEMBERS PRESENTREPRESENTED BY

Allstate Insurance Company	John Erickson
Allstate Indemnity Company	Fernando Neal
Allstate Northbrook Indemnity Company	Brian O'Neill
Allstate Property & Casualty Insurance Company	Kevin Steele
Allstate Vehicle and Property Insurance Company	
Encompass Indemnity Company	
Esurance Insurance Company	
American Family Mutual Insurance Company	Sondra Cavanaugh
American Standard Insurance Company of Wisconsin	
Permanent General Assurance Corporation of Ohio	
Amica Mutual Insurance Company	James Sherring
Atlantic Casualty Insurance Company	Robbie Strickland
Little River Insurance Company	
Auto Owners Insurance Company	Drew Klasing
Owners Insurance Company	
GEICO Indemnity Company	Andrea Bradley
GEICO Advantage Insurance Company	
GEICO Casualty Company	
GEICO Choice Insurance Company	
GEICO General Insurance Company	
GEICO Secure Insurance Company	
Government Employees Insurance Company	
Greenville Casualty Insurance Company	Dean F. 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	
Integon Indemnity Corporation	Art Lyon
Agent Alliance Insurance Company	
AmTrust Insurance Company of Kansas, Inc.	
First Nonprofit Insurance Company	
Integon Casualty Insurance Company	
Integon General Insurance Corporation	
Integon National Insurance Company	
Integon Preferred Insurance Company	
Milwaukee Casualty Insurance Company	
National General Insurance Company	
National General Insurance Online, Inc.	
New South Insurance Company	
Security National Insurance Company	
Sequoia Insurance Company	
Technology Insurance Company	
Wesco Insurance Company	
Mid Century Insurance Company	Bill Tibbens
21st Century Advantage Insurance Company	
21st Century Assurance Company	
21st Century Casualty Company	
21st Century Centennial Insurance Company	
21st Century Insurance Company	
21st Century North America Insurance Company	
21st Century Premier Insurance Company	
Foremost Insurance Company Grand Rapids MI	
Foremost Property & Casualty Insurance Company	
Foremost Signature Insurance Company	
Nationwide Mutual Insurance Company	Joe Buck
Allied Insurance Company of America	Jenni Stanfield
Allied Property & Casualty Insurance Company	
AMCO Insurance Company	
Crestbrook Insurance Company	
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 Automobile Insurance Company	
Victoria Fire & Casualty Company	
North Carolina Farm Bureau Mutual Insurance Company	Roger Batdorff
Farm Bureau Insurance Company of North Carolina	
Pennsylvania National Mutual Casualty Insurance Company	Pat Lovell
Penn National Security Company	Lynette Prosser
Atlantic Casualty Insurance Company	
Little River Insurance Company	
Travelers Indemnity Company	Stefanie M. Zacchera
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	Dan Pickens
Garrison Property & Casualty Insurance Company	
USAA Casualty Insurance Company	
USAA General Indemnity Company	

Wilshire Insurance Company  
Acceptance Casualty Insurance Company  
Harco National Insurance Company  
Occidental Fire & Casualty Company of NC  
Transguard Insurance Company of America Inc

Rebecca Larson  
Greg Spray

OTHERS PRESENT

Young, Moore and Henderson

North Carolina Department of Insurance  
Wellington Management

ISO  
Able Auto Insurance  
Green & Wooten Insurance  
Pinehurst Insurance  
Senn Dunn Marsh & Roland  
Wester Insurance Agency  
Public Members – NCRF Board of Governors

Staff

REPRESENTED BY

Glenn Raynor  
Mickey Spivey  
Mike Strickland  
Bob Mack  
Chris Holleman  
Alyssa Irving  
Patrick Woods  
Jeff Butler  
John E. Wooten, III  
Rob McVay  
Tim Ward  
Hutson Wester  
Steve Smith  
David Walker  
Jannet Barnes  
Shelley Chandler  
Edith Davis  
Ray Evans  
Vicki Godbold  
Tim Lucas  
David Sink  
Sue Taylor  
Rebecca Williams

199 other companies were presented by proxy

The meeting convened as scheduled, Ms. Bradley 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 included in the materials provided. Mr. Spivey briefly commented on the importance of these guidelines.

1. Annual Report

Copies of the Forty-First Annual Report for the fiscal year ended September 30, 2014 were distributed, 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. Mr. Evans directed attention to a PowerPoint

presentation which outlined the objectives from the Board, offered general observations from the past year and reported on progress made towards the current year's goals, highlighting the focus on an enterprise risk management initiative.

2. Board of Governors Selection

Ms. Davis announced that Travelers Indemnity Company had been selected by the American Insurance Association and that GEICO Indemnity Company had been selected by the Property and Casualty Insurance Association of America as members of the Board of Governors for the ensuing three years. Ms. Davis announced that Allstate Insurance Company had been elected for membership on the Board of Governors representing the nonaffiliated stock members and that Nationwide Mutual Insurance Company had been elected representing the non-affiliated nonstock members for a three-year term.

Ms. Davis also announced that the Commissioner of Insurance had selected, as agent members of the Board of Governors for the ensuing three years, Jeffrey W. Butler of Wilmington, Tim Ward of Greensboro, W. Hutson Wester, II of Henderson, John E. Wooten, III of Wake Forest and Rob McVay of Pinehurst; and as domestic member insurers Integon Indemnity Corporation and Universal Insurance Company, also for three year terms. She further advised that public members J. David Walker of Lumberton and Steve Smith of Raleigh appointed by the Governor continue to serve at the Governor's pleasure; and that Atlantic Casualty Insurance Company had been elected as the representative from the industry at large, for a three-year term.

3. Chairman's Comments

Ms. Bradley shared comments on the numerous activities and events of the preceding year, especially noting the activity regarding the Clean Risk recoupment, the decline in the investment portfolio balance, the strong performance of the Facility investment manager, Wellington Management and the efforts focused on efficiency, security and internal controls. She 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

Chief Operating Officer

Reinsurance Facility

ETD/lad  
Enclosure

RF-14-9