

2006 Annual Report

the nature of change



the **nature** of **change**



Table of Contents

2	President's Letter
4	Constructing Heavy-Duty Solutions
6	The Right Prescription for Medical Fraud
8	Sidetracking Cargo Theft Crimes
10	Commercial Training Outsmarts Criminals
12	Nevada's Heavy Hitters
14	Membership Listing
25	Financial Statements
28	Board of Governors and Advisors
29	Publication Statement



Robert M. Bryant
President and Chief Executive Officer

President's Letter to the Membership

While not widely known, Edmund Burke was an Irish-English statesman and philosopher who lived in the 1700s and supported the American colonies in the struggle that led to the American Revolutionary War.

I doubt if in Burke's era people spent much, if any, effort worrying about insurance fraud, and I know with one hundred percent certainty that vehicle theft was not part of Burke's 18th century vernacular. However, as we see in his quote, the concept of "change" clearly was a driving force in those times. Nearly 210 years after Burke's death, we still obey the great law of change in our current war against insurance fraud and vehicle theft.

The National Insurance Crime Bureau has never been an organization to sit on the sidelines as changes occur. Since 1912, we've pioneered numerous changes in how insurers, self-insured companies and law enforcement agencies fight fraud and theft. Throughout the years, we have never lost respect for the power of change and how it can be harnessed to battle the brazen attempts of criminals to defraud our members and the American public.

2006 was no different.

We must obey the great law
of change. It is the most
powerful law of nature.

— Edmund Burke



NICB program diversification efforts in the past year allowed us to support the evolving fraud-fighting needs of the property-casualty insurance industry, self-insured organizations and law enforcement agencies. In 2006, we expanded our Medical Fraud Task Forces, commercial fraud and theft initiatives, and training programs, among other areas. These changes not only diversified the array of NICB membership services, but very importantly, led to greater bottom-line benefits and results for you.

While we introduced many new programs in 2006, we did not neglect our longstanding vehicle theft and insurance fraud services. Indeed, we built upon these traditions to make them even stronger. As a perfect example, our license plate reader (LPR) program, which allows law enforcement agencies to identify and recover stolen vehicles using digital technology and NICB analytical expertise, is an outgrowth of our

historical vehicle theft services. LPR initiatives in 2006 continued to expand beyond border crossings to mobile program locations in metropolitan areas plagued by high vehicle theft rates.

The nature of fraud and theft crimes is evolutionary and uncertain. Criminal tactics are ever changing. Scam artists twist the latest technologies to support their illegal motives. Yet, the NICB excels in this constantly changing criminal environment. It pushes us to diversify our services, support our membership and stay ahead of criminals.

NICB program diversification and expansion are only possible through the support and participation of our membership, and the efforts and accomplishments of our 300 employees. Thank you for sharing in our vision and for partnering with us in making these changes become realities.



In 2006, the NICB helped members recover and/or repatriate 280,892 vehicles worth an estimated value of more than \$256 million.

Constructing Solutions

for a Heavy-duty Problem

While some things change, others stay the same. Take vehicle theft for example. With more than 1.2 million cars and trucks stolen each year, auto theft is the longtime favorite of vehicle criminals nationwide. That has never changed.

What has changed though is the surge in construction equipment theft, particularly heavy equipment, which is causing significant claims losses for NICB commercial insurer members throughout the country.

While the most recent FBI Uniform Crime Report showed the annual motor vehicle theft rate decreasing by nearly two percentage points nationwide, insurance industry data indicate equipment theft insurance claims have been rising at an annual 10-20 percent rate, with loss estimates as high as \$1 billion per year. Stolen heavy equipment has a recovery rate of only 25 percent, compared to more than 60 percent for stolen automobiles.

Compounding the theft issues, a lack of heavy equipment identification standards have led to various fraud schemes that share commonalities with automobile crimes, including product identification number switches among pieces of equipment, cloning scams, non-existent equipment fraud schemes, rental equipment theft, and owner give-ups.

To address the growing problem of criminals bulldozing their way to illegal profits, the NICB created the Commercial Fraud Investigative Team (CFIT). This specialized group of NICB agents with heavy equipment theft expertise can respond anywhere in the country to assist member companies and law enforcement agencies in identifying stolen equipment.

In 2006, the CFIT, joined by NICB information experts in our headquarters and field offices, helped locate and identify 547 pieces of stolen heavy equipment insured by NICB members with an estimated value of more than \$13.6 million. And unlike other organizations, we do not charge a recovery fee for locating and recovering a member's stolen heavy equipment. With recovery fees ranging from 30 to 50 percent of the equipment's recovery value, our services save NICB members thousands of dollars in recovery-related expenses for each piece of equipment.



Expanded Mini Medical Fraud Task Forces are the Right Prescription



There is nothing small about the growth of the NICB's Mini Medical Fraud Task Forces. At the beginning of 2006, we had four Mini Medical Fraud Task Forces operational in Chicago, Philadelphia, Southern New Jersey and Massachusetts. By year-end, there were 25 NICB Mini Medical Fraud Task Forces nationwide... a 525 percent change in less than 12 months.

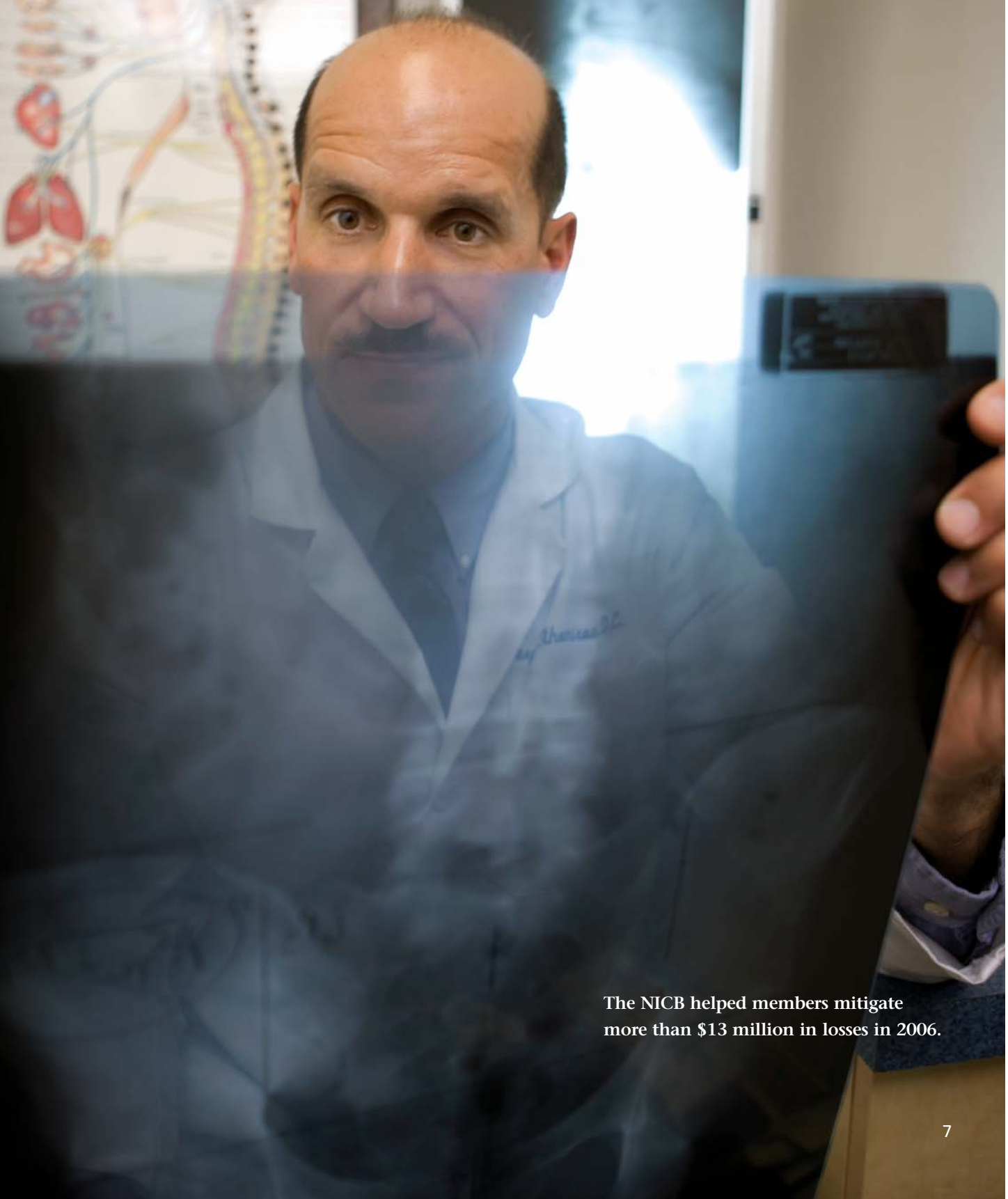
The new Mini Medical Fraud Task Forces build upon our two full-time Medical Fraud Task Forces in New York and South Florida, which were established in 2002. The task forces align NICB investigative and analytical experts with member company special investigation unit personnel and law enforcement agents.

NICB Mini Medical Fraud Task Forces meet regularly to review cases, claims information and leads in their geographic locales; share and disseminate information and alerts on health care facilities and medical providers suspected of committing fraud; plan and implement investigations; conduct training; support indictments and licensing sanctions with prosecutors and regulatory agencies; and provide information to be used as a lead for further independent investigation by NICB members so you can make more timely, informed medical claims decisions.

The new task forces specifically focus on geographic areas experiencing high incidences of personal injury protection (PIP) fraud associated with medical claims. PIP fraud is most prevalent in states with no-fault automobile insurance programs. NICB information analysts and investigators frequently connect the same individuals involved in medical fraud crimes with incidences of workers' compensation fraud and staged vehicle accidents as well.

Medical fraud crimes can be among the most intricate types of fraud to investigate. Partnerships with NICB members allow us to bring collective resources to bear against these crimes, and achieve more substantial results than if the NICB attempted to fight these crimes through internal resources alone.

Our expanding Mini Medical Fraud Task Forces are part of the right prescription for detecting and defeating these crimes. In 2006, 910 NICB medical fraud cases were under investigation and 608 prosecutions occurred.



The NICB helped members mitigate more than \$13 million in losses in 2006.



79,782 claims were involved in NICB case investigations in 2006, an eight percent increase from the previous year.

Public/Private Partnerships Established

to Sidetrack Cargo Theft

The nation's commerce system relies upon the safe arrival of thousands of truck cargo containers at their destinations each day. Increasingly though, many containers are sidetracked by thieves who steal their contents, sell them on the black market, and use the proceeds to fund criminal and terrorist enterprises.

Cargo theft crime in the United States accounts for an estimated annual direct merchandise loss of \$10-25 billion. In 2005, the NICB and a group of law enforcement agencies developed a National Cargo Theft Strategy, which included a proposal to create an FBI Uniform Crime Report code for cargo theft. The code was subsequently approved by Congress, signed into law by President Bush and implemented in January 2007.

In 2006, we elevated the fight against cargo theft crimes by joining with the Florida Statewide Cargo Theft Task Force to invite law enforcement, insurance and transportation industry representatives to a summit meeting where we established a National Commercial Vehicle and Cargo Theft Task Force. The group called for the adoption of a National Cargo Theft Prevention Initiative by the federal government, in cooperation with private industry and state and local governments, to combat threats posed by cargo thieves to our country's economy and national security.

NICB President and Chief Executive Officer Robert M. Bryant co-chairs this public/private task force with Sheriff Ed Dean from Florida's Marion County, with five subcommittees addressing specific issues related to these crimes. Our group created a blueprint strategy that seeks to:

- Define the federal government's responsibility for preventing cargo theft, and apprehending and prosecuting thieves.
- Establish a national threat assessment to quantify cargo theft and security problems from economic and Homeland Security standpoints.
- Develop interconnected, multi-agency cargo theft prevention task forces in key states.
- Design and fund national, regional and statewide systems for law enforcement agencies to share cargo theft intelligence and information.
- Create provisions for prosecutors to seek longer prison sentences for convicted cargo thieves.

Launched in November 2006, the National Commercial Vehicle and Cargo Theft Task Force overseeing the initiative is aggressively pursuing changes that can significantly reduce cargo theft crimes and eliminate a potential funding source for terrorist activity.



Commercial Fraud and Theft Training

Outsmarts Criminals




Fraud and theft criminals who think they can outsmart commercial insurance carriers are going to be taught a lesson.

That's because more NICB members who write commercial policies capitalized on our new FraudSmartSM training programs focused on commercial fraud and theft topics. While NICB FraudSmartSM programs have been in place for years to support member claims representatives and special investigators with fraud and theft education, we diversified the curriculum in 2006 beyond a personal lines emphasis to include 17 commercial modules.

Presented by NICB training directors and Special Agents at members' selected locations at no cost, the new FraudSmartSM modules address such commercial lines issues as arson for profit, commercial claims analysis, heavy equipment theft, money laundering, bodily injury claims, CPT codes and workers' compensation fraud. Commercial-specific FraudSmartSM training programs were delivered to 755 member company representatives through nearly 40 classroom sessions in 2006.

In total, we now offer 50-plus FraudSmartSM personal and commercial lines modules to support your fraud-fighting educational needs, and in 2006 provided this classroom training to 14,100 member company representatives through more than 500 sessions. An additional 21,000 law enforcement agents received NICB fraud and theft training in more than 700 classroom sessions. Further, we trained 175 member company special investigators in our Special Investigations Academies.

The changes in our training programs have not been limited to the classroom. Our print and electronic educational initiatives continued to evolve and improve in 2006 as well. We updated our hugely popular Property & Casualty Insurance Fraud Encyclopedia, and due to tremendous membership demand, distributed more than 5,000 copies of our two-volume Fire Investigation Guides. National Insurance Crime Training Academy online educational programs, available at www.nicta.org, attracted 20,000 students who enrolled in more than 55,000 online course offerings.

A photograph showing two men in a professional setting. The man on the left, wearing a light blue button-down shirt, is leaning over and pointing at a document held by the man on the right. The man on the right has dark hair and is wearing glasses. The background is a plain, light-colored wall.

10,000 law enforcement agents received online NICB insurance crime training in 2006 through www.nicbtraining.org.



The NICB web site received 11.6 million hits in 2006, up from 1.7 million in 2005.

Heavy Hitters

Convene in Nevada

Over the years, we've determined the most effective way to fight fraud and theft is to hit criminals with the collective punch of insurers, law enforcement and government agencies, prosecutors, legislators and insurance industry organizations.

In partnership with the Nevada Insurance Council, the NICB convened a 2006 summit meeting of 250 member company, law enforcement, prosecutorial and governmental heavy hitters in Las Vegas to address the state's acute insurance fraud and vehicle theft problems, particularly the Las Vegas metropolitan area's ranking as having the nation's second highest vehicle theft rate.

Participants at the Nevada Insurance Fraud Summit, formatted upon proven results from a similar 2005 fraud summit in Michigan, identified the scope of the state's crimes, examined their impact on Nevada consumers and developed potential solutions for these fast-changing problems.

The NICB Member and Government Affairs Department organized the summit with the support of our Field Operations, Strategic and Tactical Information, Training and Public Affairs groups. Panel discussions on state-specific crime issues led by NICB experts, local law enforcement leaders and NICB member representatives were supplemented by a keynote presentation from Steven Martinez, FBI Special Agent in charge of Las Vegas, and guest presentations by Nevada Insurance Commissioner Alice Molasky-Arman, and Dr. L. James Valverde, Jr., the Insurance Information Institute's vice president of economics and risk management.

Attendees contributed potential solutions for Nevada's vehicle theft and medical provider fraud problems, with other recommendations addressing the need for even stronger partnerships among prosecutors, law enforcement agencies, insurers and the NICB. As a result of the summit, the NICB will work with the industry to present a proposal to the Nevada governor to create a statewide insurance fraud task force.



1st Auto & Casualty Insurance Company**21st Century Insurance Group**

21st Century Casualty Company
21st Century Insurance Company

AAA Mid-Atlantic Insurance Group

AAA Mid-Atlantic Insurance Company
AAA Mid-Atlantic Insurance Company of New Jersey
Keystone Insurance Company

Access Insurance Company**ACE USA Group**

ACE American Reinsurance Company
ACE American Insurance Company
ACE American Lloyds Insurance Company
ACE Employers Insurance Company
ACE Fire Underwriters Insurance Company
ACE Indemnity Insurance Company
ACE Insurance Company of Illinois
ACE Insurance Company of Ohio
ACE Insurance Company of Puerto Rico
ACE Insurance Company of Texas
ACE Insurance Company of the Midwest
ACE Property and Casualty Insurance Company
Allied Insurance Company
Atlantic Employers Insurance Company
Bankers Standard Fire and Marine Company
Bankers Standard Insurance Company
Century Indemnity Company
Century Reinsurance Company
Illinois Union Insurance Company
INA Surplus Insurance Company
Indemnity Insurance Company of North America
Industrial Underwriters Insurance Company
Insurance Company of North America
Pacific Employers Insurance Company
Westchester Fire Insurance Company
Westchester Surplus Lines Insurance Company

AIG Marketing, Inc.

AIG Auto Insurance Company of New Jersey
AIG Centennial Insurance Company
AIG Hawaii Insurance Company, Inc.
AIG Indemnity Insurance Company
AIG National Insurance Company, Inc.
AIG Preferred Insurance Company
AIG Premier Insurance Company
AIU Insurance Company
American Home Assurance Company
American International Insurance Company
American International Insurance Company of California, Inc.
American International Insurance Company of Delaware
American International Insurance Company of New Jersey
American International Pacific Insurance Company
American International South Insurance Company
American Pacific Insurance Company, Inc.
Audubon Indemnity Company
Audubon Insurance Company
Birmingham Fire Insurance Company of Pennsylvania, The
Commerce and Industry Insurance Company
Granite State Insurance Company
Illinois National Insurance Company
Insurance Company of the State of Pennsylvania
Landmark Insurance Company
Minnesota Insurance Company

National Union Fire Insurance Company of Louisiana
National Union Fire Insurance Company of Pittsburgh, PA
New Hampshire Indemnity Company, Inc.
New Hampshire Insurance Company

Alliance Insurance Companies

Alliance Indemnity Company
Alliance Insurance Company, Inc.
Farmers Alliance Mutual Insurance Company

Alliance United Insurance Company**Allianz of America**

Allianz Life of North America
American Automobile Insurance Company
American Insurance Company, The
American Standard Lloyd's Insurance Company
Associated Indemnity Corporation
Chicago Insurance Company
Fireman's Fund County Mutual Insurance Company
Fireman's Fund Indemnity Corporation
Fireman's Fund Insurance Company
Fireman's Fund Insurance Company of Georgia
Fireman's Fund Insurance Company of Hawaii, Inc.
Fireman's Fund Insurance Company of Louisiana
Fireman's Fund Insurance Company of Missouri
Fireman's Fund Insurance Company of Nebraska
Fireman's Fund Insurance Company of Ohio
Fireman's Fund Insurance Company of Texas
Fireman's Fund Insurance Company of Wisconsin
Interstate Fire & Casualty Company
Interstate Indemnity Company
Jefferson Insurance Company of New York
Midway Insurance Company of Illinois
National Surety Corporation
Parkway Insurance Company
Preferred Life Insurance Company of New York
San Francisco Reinsurance Company
Vintage Insurance Company

Allstate Insurance Group

AHL Select HMO, Inc.
Allstate County Mutual Insurance Company
Allstate Floridian Insurance Company
Allstate Indemnity Company
Allstate Insurance Company
Allstate Life Insurance Company
Allstate Property and Casualty Insurance Company
Allstate Texas Lloyd's
American Heritage Life
Concord Heritage Life Insurance Company, Inc.
Deerbrook Insurance Company
Encompass Home and Auto Insurance Company
Encompass Indemnity Company
Encompass Independent Insurance Company
Encompass Insurance Company
Encompass Insurance Company of America
Encompass Insurance Company of Massachusetts
Encompass Property and Casualty Company
First Colonial Insurance Company
Forestview Mortgage Insurance Company
Keystone State Life Insurance Company
PMI Mortgage Insurance Company

ALS Group

Bankers Independent Insurance Company
Regal Life Insurance Company

American Century Casualty Company**American Country Insurance Company****American European Group**

Kentucky National Insurance Company
Rutgers Casualty Insurance Company
Rutgers Enhanced Insurance Company
United International Insurance Company

American Family Insurance Group

American Family Insurance Company
American Family Life Insurance Company
American Family Mutual Insurance Company
American Standard Insurance Company of Ohio
American Standard Insurance Company of Wisconsin

American Live Stock Insurance Company**American Modern Insurance Group**

American Family Home Insurance Company
American Modern Home Insurance Company
American Modern Lloyds Insurance Company
American Southern Home Insurance Company
American Western Home Insurance Company
GUIC Insurance Company

American National P&C Group

American National County Mutual Insurance Company
American National General Insurance Company
American National Insurance Company
American National Lloyds Insurance Company
American National Property and Casualty Company
Anpac Louisiana Insurance Company
Farm Family Casualty Insurance Company
Pacific Property & Casualty Company
United Farm Family Insurance Company

American Road Insurance Group

American Road Insurance Company, The

American Service Insurance Company, Inc.**Ameriprise Auto & Home Insurance**

AMEX Assurance Company
IDS Property Casualty Insurance Company

Amica Mutual Group

Amica Life Insurance Company
Amica Lloyds of Texas
Amica Mutual Insurance Company

Apollo Casualty Insurance Company**Arbella Insurance Group**

Arbella Indemnity Insurance Company
Arbella Mutual Insurance Company
Arbella Protection Insurance Company, Inc.
Commonwealth Mutual Insurance Company
Covenant Insurance Company

ARI Insurance Group

ARI Casualty Company
ARI Indemnity Company
ARI Mutual Insurance Company

AssuranceAmerica Insurance Company**Assurant Group**

American Bankers Insurance Company of Florida
American Reliable Insurance Company
American Security Insurance Company
Caribbean American Property Insurance Company
Financial Insurance Exchange
Voyager Indemnity Insurance Company
Voyager Property and Casualty Insurance Company

Atlantic Casualty Insurance Company**Atlantic Mutual Companies, The**

Atlantic Lloyd's Insurance Company of Texas
Atlantic Mutual Insurance Company
Centennial Insurance Company

Automobile Club of Michigan

Auto Club Group Insurance Company
Auto Club Insurance Association
Memberselect Insurance Company
Motor Club Insurance Association

Automobile Club of Missouri

Auto Club Family Insurance Company
Automobile Club Inter-Insurance Exchange

AutoOne Insurance

AutoOne Insurance Company
AutoOne Select Insurance Company

Balboa Insurance Group

Balboa Insurance Company
Balboa Life Insurance Company
Balboa Life Insurance Company of New York
Balboa Lloyds Insurance Company
Meritplan Insurance Company
Newport Insurance Company

Baldwin & Lyons Group

Protective Insurance Company
Sagamore Insurance Company

BCS Insurance Group

BCS Insurance Company
BCS Life Insurance Company
Plans Liability Insurance Company

Berkshire Hathaway Insurance Group

Columbia Insurance Company
GEICO Casualty Company
GEICO General Insurance Company
GEICO Indemnity Company
Government Employees Insurance Company
National Fire & Marine Insurance Company
National Indemnity Company
National Indemnity Company of Mid-America
National Indemnity Company of the South
National Liability & Fire Insurance Company
Republic Insurance Company

Bristol West Insurance Group

Bristol West Casualty Insurance Company
Bristol West Insurance Company
Coast National Insurance Company
Security National Insurance Company (FL)

California Casualty Group

California Casualty & Fire Insurance Company
California Casualty General Insurance Company
California Casualty Indemnity Exchange
California Casualty Insurance Company

California State Auto Group

California State Automobile Association
Inter-Insurance Bureau

Capital Insurance Group

California Capital Insurance Company
Eagle West Insurance Company
Monterey Insurance Company
Nevada Capital Insurance Company

Centennial Casualty Company

Central Services Group

A. Central Insurance Company
New York Central Mutual Fire Insurance Company

Century-National Insurance Company

Chubb Group of Insurance Companies

Chubb Custom Insurance Company
Chubb Indemnity Insurance Company
Chubb Insurance Company of New Jersey
Chubb Lloyds Insurance Company of Texas
Chubb National Insurance Company
Executive Risk Indemnity, Inc.
Executive Risk Specialty Insurance Company
Federal Insurance Company
Great Northern Insurance Company
Northwestern Pacific Indemnity Company
Pacific Indemnity Company
Quadrant Indemnity Company
Texas Pacific Indemnity Company
Vigilant Insurance Company

Cincinnati Equitable Companies

Cincinnati Equitable Insurance Company
Cincinnati Equitable Life Insurance Company
Lakeland Mutual Insurance Company
Southern Michigan Insurance Company

Cincinnati Financial Corporation

Cincinnati Casualty Company, The
Cincinnati Indemnity Company, The
Cincinnati Insurance Company, The

Civil Service Employees Group

Civil Service Employees Insurance Company
CSE Safeguard Insurance Company

Clarendon Insurance Group

Clarendon America Insurance Company
Clarendon National Insurance Company
Clarendon Select Insurance Company
Harbor Specialty Insurance Company
Insurance Corporation of Hannover
Redland Insurance Company

Commerce Group, Inc.

American Commerce Insurance Company
Citation Insurance Company (MA)
Commerce Insurance Company, The
Commerce West Insurance Company

Companion Property and Casualty Insurance Company

Concord Group Insurance Companies

Concord General Mutual Insurance Company
Green Mountain Insurance Company, Inc.
Peoples Service Insurance Company
State Mutual Insurance Company (ME)
Sunapee Mutual Fire Insurance Company
Vermont Accident Insurance Company, Inc.

Constitutional Casualty Company

Consumers Insurance USA, Inc.

COUNTRY Insurance & Financial Services

Cotton States Mutual Insurance Company
Country Casualty Insurance Company
Country Mutual Insurance Company
Country Preferred Insurance Company
Holyoke Mutual Insurance Company in Salem
Middlesex Mutual Assurance Company
Modern Service Insurance Company
MSI Insurance Company
Mutual Service Casualty Insurance Company
Shield Insurance Company

Country-Wide Insurance Company

CUNA Mutual Group

CUMIS Insurance Society, Inc.

DaimlerChrysler Financial Services Americas LLC

DaimlerChrysler Financial Services Americas LLC
Intrepid Insurance Company

DHC Group

National American Insurance Company of California
Valor Insurance Company, Inc.

Direct General Group

Direct General Insurance Company
Direct General Insurance Company of Louisiana
Direct General Insurance Company of Mississippi
Direct Insurance Company

Direct Response Group

Connecticut Life & Casualty Insurance Company
National Merit Insurance Company
Response Indemnity Company
Response Indemnity Company of California
Response Indemnity Company of Delaware
Response Insurance Company
Response Insurance Company of America
Warner Insurance Company
Worldwide Direct Auto Insurance Company
Worldwide Insurance Company

Donegal Group

Atlantic States Insurance Company
Donegal Mutual Insurance Company
Le Mars Insurance Company
Southern Insurance Company of Virginia

Electric Insurance Company

EMC Insurance Companies

Dakota Fire Insurance Company
 EMC Insurance Companies
 EMC Property and Casualty Company
 EMC Reinsurance Company
 EMCASCO Insurance Company
 Employers Modern Life Company
 Farm and City Insurance Company
 Hamilton Mutual Insurance Company of Cincinnati, Ohio, The
 Illinois EMCASCO Insurance Company
 Union Insurance Company of Providence

Empire Insurance Company

Erie Insurance Group

Erie Family Life Insurance Company
 Erie Insurance Company
 Erie Insurance Company of New York
 Erie Insurance Exchange
 Erie Insurance Property & Casualty Company
 Flagship City Insurance Company

Esurance

Esurance Insurance Company
 Esurance Property and Casualty Insurance Company

Eveready Insurance Company

Fairfax Financial Group

Crum & Forster Indemnity Company
 Crum & Forster Insurance Company
 Crum & Forster Underwriters Company of Ohio
 North River Insurance Company, The
 United States Fire Insurance Company

Farmers Insurance Exchange

American Federation Insurance Company
 Civic Property and Casualty Company
 Exact Property and Casualty Company
 Farmers Insurance Company, Inc.
 Farmers Insurance Company of Arizona
 Farmers Insurance Company of Idaho
 Farmers Insurance Company of Oregon
 Farmers Insurance Company of Washington
 Farmers Insurance of Columbus, Inc.
 Farmers New Century Insurance Company
 Farmers New World Life Insurance Company
 Farmers Reinsurance Company
 Farmers Texas County Mutual Insurance Company
 Fire Insurance Exchange
 Foremost County Mutual Insurance Company
 Foremost Insurance Company Grand Rapids, Michigan
 Foremost Lloyds of Texas
 Foremost Property and Casualty Insurance Company
 Foremost Signature Insurance Company
 Illinois Farmers Insurance Company
 Mid-Century Insurance Company
 Mid-Century Insurance Company of Texas
 Neighborhood Spirit Property and Casualty Company
 Texas Farmers Insurance Company
 Truck Insurance Exchange

FBL Financial Group, Inc.

Farm Bureau Mutual Insurance Group
 KFB Insurance Company, Inc.
 Western Agricultural Insurance Company

FCCI Insurance Group, Inc.

Brierfield Insurance Company
 FCCI Commercial Insurance Company
 FCCI Insurance Company
 Monroe Guaranty Insurance Company
 National Trust Insurance Company

Federated Mutual Group

Federated Mutual Insurance Company
 Federated Service Insurance Company

Fidelity National Group

Fidelity National Insurance Company
 Fidelity National Lloyds
 Fidelity National Property and Casualty

First Acceptance Insurance Services, Inc.

First American Corporation

First American Home Buyers Protection Corp
 First American Property & Casualty Insurance Company
 First American Specialty Insurance Company

First Chicago Insurance Company

First Commercial Insurance

First Commercial Insurance Company
 Southern Group Indemnity, Inc.

Florists' Mutual Group

Florists' Insurance Company
 Florists' Mutual Insurance Company

Founders Insurance Company

Fred Loya Insurance Company

Gateway Insurance Company

GE Insurance Solutions

Coregis Insurance Company
 Employers Reinsurance Corporation
 First Specialty Insurance Corporation
 Heritage Indemnity Company
 Westport Insurance Corporation

General Agents Group

General Agents Insurance Company of America, Inc.
 MGA Insurance Company, Inc.

GeoVera Insurance Company

GMAC Insurance Group

CIM Insurance Corporation
 GMAC Direct Insurance Company
 GMAC Insurance Company Online, Inc.
 Gulf & Western Life Insurance Company
 Integon Casualty Insurance Company
 Integon General Insurance Corporation
 Integon Indemnity Corporation
 Integon National Insurance Company
 Integon Preferred Insurance Company
 Integon Specialty Insurance Company
 MIC General Insurance Corporation
 MIC Life Insurance Corporation
 MIC Property and Casualty Insurance Corporation
 Motors Insurance Corporation

National Alliance Insurance Company
 National General Assurance Company
 National General Insurance Company
 New South Insurance Company

Grange Mutual Casualty Group

Grange Indemnity Insurance Company
 Grange Insurance Company of Michigan
 Grange Mutual Casualty Company
 Integrity Mutual Insurance Company
 Trustgard Insurance Company

Great American Property and Casualty Insurance Group

American Empire Insurance Company
 American Empire Surplus Lines Insurance Company
 Contemporary American Insurance Company
 Great American Alliance Insurance Company
 Great American Assurance Insurance Company
 Great American E & S Insurance Company
 Great American Fidelity Insurance Company
 Great American Insurance Company
 Great American Insurance Company of New York
 Great American Lloyd's Insurance Company
 Great American Protection Insurance Company
 Great American Security Insurance Company
 Great American Spirit Insurance Company
 Mid-Continent Casualty Company
 Mid-Continent Insurance Company (OK)
 National Interstate Insurance Company
 National Interstate Insurance Company of Hawaii, Inc.
 Oklahoma Surety Company
 Worldwide Casualty Insurance Company

Greater New York Group

Greater New York Mutual Insurance Company
 Insurance Company of Greater New York
 Strathmore Insurance Company

GUARD Insurance Group

AmGUARD Insurance Company
 EastGUARD Insurance Company
 NorGUARD Insurance Company

GuideOne Insurance

GuideOne America Insurance Company
 GuideOne American Life Insurance Company
 GuideOne Elite Insurance Company
 GuideOne Life Insurance Company
 GuideOne Lloyds Insurance Company
 GuideOne Mutual Insurance Company
 GuideOne Property & Casualty Insurance Company
 GuideOne Specialty Mutual Insurance Company

Hallmark Financial Group

American Hallmark Insurance Company of Texas
 Phoenix Indemnity Insurance Company

Harleysville Insurance

Berkshire Mutual Insurance Company
 Harleysville-Atlantic Insurance Company
 Harleysville-Garden State Insurance Company
 Harleysville Insurance Company
 Harleysville Insurance Company of New Jersey
 Harleysville Insurance Company of New York
 Harleysville Insurance Company of Ohio
 Harleysville Lake States Insurance Company

Harleysville Life Insurance Company
 Harleysville Mutual Insurance Company
 Harleysville Pennland Insurance Company
 Harleysville Preferred Insurance Company
 Harleysville Worcester Insurance Company
 Mainland Insurance Company
 Mid-America Insurance Company
 Penn Mutual Insurance Company

Hartford Insurance Group, The

First State Insurance Company
 Hartford Accident and Indemnity Company
 Hartford Casualty Insurance Company
 Hartford Fire Insurance Company
 Hartford Insurance Company of Illinois
 Hartford Insurance Company of the Midwest
 Hartford Insurance Company of the Southeast
 Hartford Lloyd's Insurance Company
 Hartford Underwriters Insurance Company
 New England Insurance Company
 Nutmeg Insurance Company
 Omni Indemnity Company
 Omni Insurance Company
 Pacific Insurance Company, Ltd.
 Property and Casualty Insurance Company of Hartford
 Sentinel Insurance Company, Ltd.
 Trumbull Insurance Company
 Twin City Fire Insurance Company

Homesite Insurance Group

Homesite Indemnity Company
 Homesite Insurance Company
 Homesite Insurance Company of California
 Homesite Insurance Company of Florida
 Homesite Insurance Company of Illinois
 Homesite Insurance Company of the Midwest
 Homesite Insurance Company of New York
 Homesite Insurance Company of Pennsylvania
 Homesite Lloyds of Texas

Horace Mann Insurance Group

Horace Mann Insurance Company
 Horace Mann Property & Casualty Insurance Company
 Teachers Insurance Company

IAT

Acceptance Casualty Insurance Company
 Acceptance Indemnity Insurance Company
 Harco National Insurance Company
 Occidental Fire & Casualty Company of North Carolina
 Transguard Insurance Company of America, Inc.
 Wilshire Insurance Company

ICW Group

Explorer Insurance Company, The
 Insurance Company of the West

IFA Insurance Company

Imperial Management Group

Imperial Fire and Casualty Insurance Company

Infinity Property and Casualty Corporation

American Deposit Insurance Company
 American Premier Insurance Company
 Atlanta Casualty Company
 Atlanta Specialty Insurance Company

Coventry Insurance Company
 Great Texas County Mutual Insurance Company
 Infinity Insurance Company
 Infinity National Insurance Company
 Infinity Select Insurance Company
 Leader Insurance Company
 Leader Preferred Insurance Company
 Leader Specialty Insurance Company
 Regal Insurance Company
 Republic Indemnity Company of America
 Republic Indemnity Company of California
 TICO Insurance Company
 Transport Insurance Company
 Windsor Insurance Company

Insuremax Insurance Company

Interboro Mutual Indemnity Insurance Company

Interinsurance Exchange of the Automobile Club

AAA Texas County Mutual Insurance Company
 Auto Club Casualty Company
 Auto Club Indemnity Company
 Automobile Club of Southern California Life Insurance Company

Interstate Auto Insurance Company, Inc.

Interstate Bankers Casualty Company

Island Insurance Group

Island Insurance Company, Ltd.
 Tradewind Insurance Company, Ltd.

Kentucky Farm Bureau Group

FB Insurance Company
 Kentucky Farm Bureau Mutual Insurance Company

Lancer Management Company

Lancer Casualty Company
 Lancer Insurance Company

Lebanon Mutual Insurance Company

Liberty Mutual Insurance Companies

Alabama First Insurance Company
 America First Insurance Company
 American Ambassador Casualty Company
 Atlas Assurance Company of America
 Bridgefield Casualty Insurance Company
 Bridgefield Employers Insurance Company
 Colorado Casualty Insurance Company
 Consolidated Insurance Company
 Employers Insurance of Wausau A Mutual Company
 Excelsior Insurance Company
 First Liberty Insurance Corporation, The
 Globe American Casualty Company
 GoAmerica
 Golden Eagle Insurance Corporation
 Hawkeye Security Insurance Company
 Indiana Insurance Company
 Liberty County Mutual Insurance Company
 Liberty Insurance Company of America
 Liberty Insurance Corporation
 Liberty Insurance Underwriters, Inc.
 Liberty Lloyds of Texas
 Liberty Mutual Fire Insurance Company
 Liberty Mutual Insurance Company

Liberty Northwest Insurance Corporation
 Liberty Personal Insurance Company
 Liberty Surplus Insurance Corporation
 LM General Insurance
 LM Insurance Corporation
 LM Personal Insurance Company
 LM Property and Casualty Insurance Company
 Merchants and Business Men's Mutual Insurance Company
 Mid-American Fire & Casualty Company
 Midwestern Indemnity Company, The
 Montgomery Indemnity Company
 Montgomery Mutual Insurance Company, The
 National Insurance Association
 Netherlands Insurance Company
 North Pacific Insurance Company
 Oregon Automobile Insurance Company
 Peerless Insurance Company
 San Diego Insurance Company
 Wausau Business Insurance Company
 Wausau General Insurance Company
 Wausau Underwriters Insurance Company

Lincoln General Insurance Company

Markel Corporation Group

Associated International Insurance Company
 Deerfield Insurance Company
 Essex Insurance Company
 Evanston Insurance Company
 Markel American Insurance Company
 Markel Insurance Company

Maryland Automobile Insurance Fund

MEEMIC Insurance Company

Merchants Insurance Group

Merchants Insurance Company of New Hampshire, Inc.
 Merchants Mutual Insurance Company

Mercury General Group

American Mercury Insurance Company
 American Mercury Lloyds Insurance Company
 California Automobile Insurance Company
 California General Underwriters Insurance Company
 Mercury Casualty Company
 Mercury County Mutual Insurance Company
 Mercury Indemnity Company of Florida
 Mercury Indemnity Company of Georgia
 Mercury Indemnity Company of Illinois
 Mercury Insurance Company
 Mercury Insurance Company of Florida
 Mercury Insurance Company of Georgia
 Mercury Insurance Company of Illinois

MetLife Auto & Home Group

Economy Fire & Casualty Company
 Economy Preferred Insurance Company
 Economy Premier Assurance Company
 Metropolitan Casualty Insurance Company
 Metropolitan Direct Property and Casualty Insurance Company
 Metropolitan General Insurance Company
 Metropolitan Group Property and Casualty Insurance Company
 Metropolitan Lloyds Insurance Company of Texas
 Metropolitan Property and Casualty Insurance Company

Michigan Basic Property Insurance Association

Michigan Millers Mutual Insurance Company

Millers First Insurance Companies

Millers Classified Insurance Company
Millers Mutual Insurance Association

Mitsui Sumitomo Group

Mitsui Marine and Fire Insurance Company of America
Sumitomo Marine and Fire Insurance Company, Limited, The

Motorists Insurance Group, The

American Hardware Mutual Insurance Company
American Merchants Casualty Company
Iowa American Insurance Company
Iowa Mutual Insurance Company
MICO Insurance Company
Motorists Mutual Insurance Company
Wilson Mutual Insurance Company

National Atlantic Companies

Proformance Insurance Company, The

National Automotive Insurance Company

National Farmers Union Casualty Group

National Farmers Union Property and Casualty Company
United Security Insurance Company

Nationwide Group

Allied Mutual Insurance Company
ALLIED Property and Casualty Insurance Company
AMCO Insurance Company
Calfarm Insurance Company
Colonial County Mutual Insurance Company
Depositors Insurance Company
Farmland Mutual Insurance Company
National Casualty Company
Nationwide Affinity Insurance Company of America
Nationwide Agribusiness Insurance Company
Nationwide Assurance Company
Nationwide General Insurance Company
Nationwide Indemnity Company
Nationwide Insurance Company of America
Nationwide Insurance Company of Florida
Nationwide Lloyds
Nationwide Mutual Fire Insurance Company
Nationwide Mutual Insurance Company
Nationwide Property and Casualty Insurance Company
Scottsdale Indemnity Company
Scottsdale Insurance Company
Scottsdale Surplus Lines Insurance Company
Titan Indemnity Company
Titan Insurance Company
Victoria Automobile Insurance Company
Victoria Fire & Casualty Company
Victoria National Insurance Company
Victoria Select Insurance Company
Victoria Specialty Insurance Company
Western Heritage Insurance Company

Nevada General Insurance Company

New Jersey Citizens United Reciprocal Exchange

New Jersey Manufacturers Group

New Jersey Casualty Insurance Company
New Jersey Indemnity Insurance Company
New Jersey Manufacturers Insurance Company
New Jersey Re-Insurance Company

New Jersey Skylands Insurance Association

New Jersey Skylands Insurance Company

NLC Insurance Companies

New London County Mutual Insurance Company
Summit Insurance Company
Thames Insurance Company, Inc.

Norfolk and Dedham Group

Dorchester Mutual Insurance Company
Fitchburg Mutual Insurance Company
Norfolk and Dedham Mutual Fire Insurance Company
West Newbury Mutual Fire Insurance Company

North Carolina Farm Bureau Insurance Group

Farm Bureau Insurance of North Carolina
North Carolina Farm Bureau Mutual Insurance Company

NOVA Casualty Company

Ohio Casualty Group

American Fire and Casualty Company
Ohio Casualty Insurance Company, The
Ohio Security Insurance Company
West American Insurance Company

Ohio Indemnity Company

OneBeacon Insurance Group

American Employers' Insurance Company
American Central Insurance Company
Atlantic Specialty Insurance
Camden Fire Insurance Association
Massachusetts Homeland Insurance Company
OneBeacon Lloyd's of Texas
OneBeacon Midwest Insurance Company
OneBeacon Insurance Company
Employers' Fire Insurance Company
OneBeacon America Insurance Company
Farmers & Merchants Insurance Company
Homeland Insurance Company of New York
Homeland Central Insurance Company
Midwestern Insurance Company
Northern Assurance Company of America
Pennsylvania General Insurance Company
Potomac Insurance Company
Traders & General Insurance Company
York Insurance Company of Maine

Oregon Mutual Group

Oregon Mutual Insurance Company
Western Protectors Insurance Company

Paramount Insurance Company - MD

Paramount Insurance Company

Patrons Insurance Group

Litchfield Mutual Fire Insurance Company
Patrons Fire Insurance Company of Rhode Island
Patrons Mutual Insurance Company of Connecticut

Pawtucket Insurance Company

Narragansett Bay Insurance Company

Peninsula Companies, The

Peninsula Indemnity Company
Peninsula Insurance Company, The

Penn-America Group, Inc.

Penn-America Insurance Company
Penn-Star Insurance Company

Permanent General Assurance Corporation

Permanent General Assurance Corporation
Permanent General Assurance Corporation of Ohio
Tennessee Insurance Company

Plymouth Rock Companies

Bunker Hill Insurance Company
Mt. Washington Assurance Corporation
Pilgrim Insurance Company
Plymouth Rock Assurance Corporation
Twin Lights Insurance Company

PMA Capital Corporation

Manufacturers Alliance Insurance Company
Pennsylvania Manufacturers' Association Insurance Company
Pennsylvania Manufacturers Indemnity Company

Preferred Mutual Group

Preferred Mutual Insurance Company

Progressive Insurance Group

Drive New Jersey Insurance Company
Mountain Laurel Assurance Company
National Continental Insurance Company
Progressive American Insurance Company
Progressive Auto Pro Insurance Company
Progressive Bayside Insurance Company
Progressive Casualty Insurance Company
Progressive Choice Insurance Company
Progressive Classic Insurance Company
Progressive Consumers Insurance Company
Progressive County Mutual Insurance Company
Progressive Express Insurance Company
Progressive Freedom Insurance Company
Progressive Garden State Insurance Company
Progressive Gulf Insurance Company
Progressive Halcyon Insurance Company
Progressive Hawaii Insurance Corporation
Progressive Home Insurance Company
Progressive Marathon Insurance Company
Progressive Max Insurance Company
Progressive Michigan Insurance Company
Progressive Mountain Insurance Company
Progressive Northeastern Insurance Company
Progressive Northern Insurance Company
Progressive Northwestern Insurance Company
Progressive Paloverde Insurance Company
Progressive Preferred Insurance Company
Progressive Premier Insurance Company of Illinois
Progressive Security Insurance Company
Progressive Southeastern Insurance Company
Progressive Specialty Insurance Company
Progressive Universal Insurance Company of Illinois
Progressive West Insurance Company
United Financial Casualty Company

PSM Insurance Companies

Paramount Insurance Company
Public Service Mutual Insurance Company

Quincy Mutual Insurance Group

Patrons Oxford Insurance Company
Quincy Mutual Fire Insurance Company

Republic Group, The

Republic Fire & Casualty Company
Republic Lloyds
Republic Underwriters Insurance Company
Republic-Vanguard Insurance Company
Southern County Mutual Insurance Company
Southern Insurance Company
Southern Underwriters Insurance
Southern Vanguard Insurance Company

Republic Western Insurance Group

North American Fire & Casualty Insurance Company
Republic Western Insurance Company

Rider Insurance Company

Royal & SunAlliance USA

Grocers Insurance Company
Guaranty National Insurance Company
Marine Indemnity Insurance Company of America
Peak Property and Casualty Insurance Corporation
Royal Indemnity Company
Royal Surplus Lines Insurance Company
Sea Insurance Company of America, The
Security Insurance Company of Hartford
Viking County Mutual Insurance Company
Viking Insurance Company of Wisconsin

Safe Auto Insurance Company

Safeco Insurance Companies

American Economy Insurance Company
American States Insurance Company
American States Insurance Company of Texas
American States Life Insurance Company
American States Lloyds Insurance Company
American States Preferred Insurance Company
Empire Life Insurance Company
First National Insurance Company of America
First Safeco National Life Insurance Company
General Insurance Company of America
Insurance Company of Illinois
Safeco Insurance Company of America
Safeco Insurance Company of Illinois
Safeco Insurance Company of PA
Safeco Life Insurance Company
Safeco Lloyds Insurance Company
Safeco National Insurance Company
Safeco National Life Insurance Company
Safeco Surplus Lines Insurance Company

Safety Group, The

Safety Indemnity Insurance Company
Safety Insurance Company

Safeway Insurance Group

Oak Brook County Mutual Insurance Company
Safeway Direct Insurance Company
Safeway Insurance Company

Safeway Insurance Company of Alabama
 Safeway Insurance Company of Georgia
 Safeway Insurance Company of Louisiana
 Safeway Property Insurance Company

Selective Insurance Group

Selective Insurance Company of America
 Selective Insurance Company of New York
 Selective Insurance Company of South Carolina
 Selective Insurance Company of the Southeast
 Selective Way Insurance Company

Seminole Casualty Insurance Company

Sentry Insurance Group

Dairyland County Mutual Insurance Company of Texas
 Dairyland Insurance Company
 Middlesex Insurance Company
 Patriot General Insurance Company
 Peak Property and Casualty Insurance Corporation
 Sentry Casualty Company
 Sentry Insurance a Mutual Company
 Sentry Lloyds of Texas
 Sentry Select Insurance Company
 Viking County Mutual Insurance Company
 Viking Insurance Company of Wisconsin

Sequoia Insurance Company

Shelter Insurance Companies

Shelter General Insurance Company
 Shelter Mutual Insurance Company

Sompo Japan Insurance, Inc.

Sompo Japan Fire and Marine Insurance Company of America
 Sompo Japan Insurance Company of America

Southern Pioneer Insurance Companies

Southern United Fire Insurance Company

Springfield Insurance Company

St. Paul Travelers Companies

American Equity Insurance Company
 American Equity Specialty Insurance Company
 Associates Insurance Company
 Associates Lloyds Insurance Company
 Atlantic Insurance Company
 Automobile Insurance Company of Hartford, Connecticut, The
 Charter Oak Fire Insurance Company, The
 Commercial Guaranty Insurance Company
 Discover Reinsurance Company
 Discover Specialty Insurance Company
 Discovery Property & Casualty Insurance Company
 Farmington Casualty Company
 Fidelity and Guaranty Insurance Company
 Fidelity and Guaranty Insurance Underwriters, Inc.
 First Floridian Auto and Home Insurance Company
 First Trenton Indemnity Company
 Gulf Group Lloyds
 Gulf Insurance Company
 Gulf Underwriters Insurance Company
 Mendakota Insurance Company
 Mendota Insurance Company
 Northfield Insurance Company
 Northland Casualty Company
 Northland Insurance Company

Pacific Select Property Insurance Company
 Phoenix Insurance Company, The
 Premier Insurance Company of Massachusetts, The
 Red Oak Insurance Company
 Seaboard Surety Company
 Select Insurance Company
 St. Paul Fire and Casualty Insurance Company
 St. Paul Fire and Marine Insurance Company
 St. Paul Guardian Insurance Company
 St. Paul Medical Liability Insurance Company
 St. Paul Mercury Insurance Company
 St. Paul Protective Insurance Company
 St. Paul Surplus Lines Insurance Company
 Standard Fire Insurance Company, The
 TravCal Indemnity Company
 TravCal Secure Insurance Company
 TravCo Insurance Company
 Travelers Casualty and Surety Company
 Travelers Casualty and Surety Company of America
 Travelers Casualty and Surety Company of Illinois
 Travelers Casualty Company of Connecticut
 Travelers Commercial Casualty Company
 Travelers Commercial Insurance Company
 Travelers Excess and Surplus Lines Company
 Travelers Home and Marine Insurance Company, The
 Travelers Indemnity Company of America, The
 Travelers Indemnity Company of Connecticut, The
 Travelers Indemnity Company of Illinois, The
 Travelers Indemnity Company, The
 Travelers Lloyds Insurance Company, The
 Travelers Lloyds of Texas Insurance Company
 Travelers Personal Security Insurance Company
 Travelers Property Casualty Insurance Company
 Travelers Property Casualty Insurance Company of Illinois
 United States Fidelity and Guaranty Company
 USF&G Insurance Company of Mississippi
 USF&G Specialty Insurance Company

Standard Mutual Insurance Company

Star Casualty Insurance Company, Inc.

State Farm Group

State Farm County Mutual Insurance Company of Texas
 State Farm Fire and Casualty Company
 State Farm Florida Insurance Company
 State Farm General Insurance Company
 State Farm Indemnity Company
 State Farm Lloyds
 State Farm Mutual Automobile Insurance Company

State-Wide Insurance Company

Sterling Casualty Insurance Company

Sutter Insurance Company

Swiss Re Group

Altradius Trade Credit Insurance Company of New Jersey
 Facility Insurance Corporation
 North American Capacity Insurance Company
 North American Elite Insurance Company
 North American Specialty Insurance Company
 Swiss Reinsurance America Corporation
 Washington International Insurance Company

Texas Farm Bureau Group

Farm Bureau County Mutual Insurance Company of Texas
 Southern Farm Bureau Casualty Insurance Company
 Texas Farm Bureau Mutual Insurance Company
 Texas Farm Bureau Underwriters (a reciprocal)

Tokio Marine & Nichido Fire USB Group

TM Casualty Insurance Company
 TM Specialty Insurance Company
 TNUS Insurance Company (TNUS)
 Tokio Marine & Nichido Fire Insurance Co., LTD (U.S. Branch)
 Trans Pacific Insurance Company

Topa Insurance Group

Topa Insurance Company

Tower Insurance Company of New York**Toyota Motor Insurance Company****Tri-State Consumer Insurance Company****ULICO Group**

Ulico Casualty Company

Union Fidelity Life Insurance Company**United Automobile Insurance Group**

Argus Fire & Casualty Insurance Company
 United Automobile Insurance Company
 United Midwest Insurance Company

United Equitable Group

American Heartland Insurance Company
 United Equitable Insurance Company

Unitrin, Inc.

Alpha Property & Casualty Insurance Company
 Capital County Mutual Fire Insurance Company
 Charter Indemnity Company
 Financial Indemnity Company
 Kemper Independence Insurance Company
 Milwaukee Casualty Insurance Company
 Milwaukee Mutual Insurance Company
 Milwaukee Safeguard Insurance Company
 Old Reliable Casualty Company
 Security National Insurance Company
 Trinity Lloyd's Insurance Company
 Trinity Universal Insurance Company
 Trinity Universal Insurance Company of Kansas, Inc.
 Union Casualty Insurance Company of America
 Union National Fire Insurance Company
 Unitrin Advantage Insurance Company
 Unitrin Auto and Home Insurance Company
 Unitrin County Mutual Insurance Company
 Unitrin Direct Insurance Company
 Unitrin Direct Property & Casualty Company
 Unitrin Preferred Insurance Company
 Valley Insurance Company
 Valley Property & Casualty Insurance Company

Universal Casualty Company**Universal Underwriters Insurance Company**

Universal Underwriters Life Insurance Company
 Universal Underwriters of Texas Insurance Company

USAA Group

United Services Automobile Association
 USAA Casualty Insurance Company
 USAA County Mutual Insurance Company
 USAA Garrison Property and Casualty Association
 USAA General Indemnity Company
 USAA Life Insurance Company
 USAA Texas Lloyds Company

US Agencies Group

US Agencies Casualty Insurance Company, Inc.
 US Agencies Direct Insurance Company

U.S. Security Insurance Company, Inc.**Vanliner Insurance Company****W.R. Berkley Corporation**

Acadia Insurance Company
 Admiral Indemnity Company
 Admiral Insurance Company
 Berkley Insurance Company of Carolinas
 Berkley Regional Insurance Company
 Cadillac Mountain Insurance Company
 Carolina Casualty Insurance Company
 Chesapeake Bay Property and Casualty Insurance Company
 Clermont Specialty Managers, LTD.
 Continental Western Casualty Company
 Continental Western Insurance Company
 Firemen's Insurance Company of Washington, D.C.
 Great Divide Insurance Company
 Great River Insurance Company
 Nautilus Insurance Company
 Tri-State Insurance Company of Minnesota
 Union Insurance Company
 Union Standard Insurance Company
 Union Standard Lloyds

Wawanesa Insurance Group

Wawanesa General Insurance Company
 Wawanesa Mutual Insurance Company, The

Western General Insurance Company**Western United Insurance Company****Westfield Group**

American Select Insurance Company
 Beacon Insurance Company of America
 First Delaware Insurance Company
 First Patriot Insurance Company
 Old Guard Insurance Company
 Old Guard Fire Insurance Company
 Ohio Farmers Insurance Company
 Westfield Insurance Company
 Westfield National Insurance Company

Winterthur Swiss Group

Blue Ridge Indemnity Company
 Blue Ridge Insurance Company
 General Casualty Company of Illinois
 General Casualty Company of Wisconsin
 Hoosier Insurance Company
 MassWest Insurance Company, Inc.
 Regent Insurance Company
 Southern Fire & Casualty Company
 Southern Guaranty Insurance Company

ACTIVE MEMBER COMPANIES — 2006

Southern Guaranty Insurance Company of Georgia
Southern Pilot Insurance Company
Unigard Indemnity Company
Unigard Insurance Company

Young America Insurance Company

Zurich North America

American Guarantee and Liability Insurance Company
American Zurich Insurance Company
Assurance Company of America
Centre Insurance Company
Colonial American Casualty and Surety Company
Empire Fire and Marine Insurance Company
Empire Indemnity Insurance Company
Fidelity and Deposit Company of Maryland
Maine Bonding and Casualty Company
Maryland Casualty Company
Maryland Insurance Company
National Standard Insurance Company
Northern Insurance Company of New York
Steadfast Insurance Company
Valiant Insurance Company
ZC Specialty Insurance Company
Zurich American Insurance Company
Zurich American Insurance Company of Illinois

ASSOCIATE MEMBER COMPANIES

Adesa New Jersey

CarMax Business Services, LLC

Central Parking Corporation

Citiwide Auto Leasing, Inc.

Dollar Thrifty Automotive Group, Inc.

Enterprise Rent-A-Car Company

Fox Rent-A-Car

Manheim Auctions, Inc.

Motor Vehicle Accident Indemnification Corporation

Rental and Leasing Services

Sempra Energy Utilities

Southwest-Tex Leasing (Advantage Rent-A-Car)

Vanguard Car Rental

Alamo Rent-A-Car

National Car Rental

FINANCIAL STATEMENTS

Statements of Financial Position

Years ending June 30,

ASSETS	2006	2005
Current assets	\$3,348,895	\$ 1,873,668
Investments	23,234,596	23,852,140
Property and equipment (net)	1,980,731	695,962
Prepaid pension costs	8,257,168	7,528,484
Other assets	96,984	103,460
TOTAL ASSETS	\$36,918,374	\$34,053,714

LIABILITIES AND NET ASSETS

Current liabilities	\$ 7,365,015	\$ 4,758,407
Capital lease obligation (net current portion)	–	34,926
Accrued pension costs	2,763,680	5,336,217
Accrued post-retirement benefits	11,019,000	10,418,000
TOTAL LIABILITIES	\$21,147,695	\$20,547,550
Unrestricted Net Assets	15,770,679	13,506,164
TOTAL LIABILITIES AND NET ASSETS	\$36,918,374	\$34,053,714

Statements of Activities

REVENUES

Assessments	\$33,101,164	\$31,472,398
Data management income	–	649,763
Investment income	813,032	641,525
Net realized and unrealized gain on investments	616,038	607,657
Loss on sale of property and equipment	(9,764)	(13,309)
TOTAL REVENUES	\$34,520,470	\$33,358,034

EXPENSES

Salaries	\$18,780,813	\$17,662,167
Retirement and employee benefits	(71,706)	4,856,380
Automobile operations	1,881,083	1,638,254
Dues and fees	1,677,365	1,018,387
Travel and group meetings	1,435,797	1,093,042
Payroll taxes	1,414,385	1,382,563
Office expense	1,254,199	942,437
Post-retirement benefits	1,053,000	983,000
Communications	796,848	712,900
Supplies, publications and materials	654,910	724,563
Other	3,379,261	3,048,999
TOTAL EXPENSES	\$32,255,955	\$34,062,692

CHANGE IN UNRESTRICTED NET ASSETS

Unrestricted net assets, beginning of year	13,506,164	14,210,822
Unrestricted net assets, end of year	\$15,770,679	\$13,506,164

These financial statements have been prepared by management in conformity with generally accepted accounting principles and include all adjustments, which, in the opinion of management, are necessary to reflect a fair presentation. This presentation represents a summarization from audited financial statements. Certain reclassifications of prior year amounts have been made to conform to the current year presentation.

Assessment Revenues

The activities of the National Insurance Crime Bureau ("NICB"), conducted principally in the United States, are financed through assessments of its member insurance carriers. Such assessments are determined according to a formula based upon gross premiums for certain lines of business written by member companies. During the years ended June 30, 2006 and 2005, six and five member organizations made up approximately 40% and 35%, respectively, of NICB's assessment and member service revenues.

Data Management Income

Through December 31, 2004, NICB received data management income consisting of revenue sharing fees from Insurance Services Office, Inc. These fees were for NICB's management of relationships with law enforcement and vehicle manufacturers to ensure appropriate dissemination of data to NICB and its members. After December 31, 2004, NICB billed these members directly and the revenue is classified under assessments and member services.

NICB Pension Plan

NICB has a non-contributory defined benefit pension plan. The plan, which was formerly the Insurance Crime Prevention Institute ("ICPI") defined benefit pension plan, covers substantially all of NICB's employees. Employees who were participants of the former National Auto Theft Bureau ("NATB") defined benefit pension plan became eligible to participate in the new NICB plan as of January 1, 1992. Benefits are based on years of service and participant compensation. NICB's policy is to fund normal costs plus an amortization of past service costs. All benefit and service accruals of the Plan were frozen as of December 31, 1999. NICB made no contributions to the plan in 2006 and 2005. Market conditions as of June 30, 2005 necessitated NICB to accrue an additional net liability of \$2,807,734 in the pension plan to bring it to a funded status. For the year ended June 30, 2006, NICB realized pension plan actuarial credits of \$3,301,221. These amounts are included under retirement and employee benefits.

Net Assets

The NICB Board of Governors authorized partial funding of the Katrina Task Force from NICB surplus reserves in the amount of \$537,184 for the 2006 calendar year. For the year ended June 30, 2006, \$215,873 has been drawn from reserves and the amount is included in the unrestricted net assets.

Litigation

NICB has been named as a defendant in certain lawsuits wherein the plaintiffs seek to recover damages based upon various allegations arising from certain of these organizations' investigations. After considering the merits of these actions and the opinions of outside counsel, together with the organizations' liability insurance coverage, management of NICB believes that the ultimate liability for these matters, if any, will not have a material effect on NICB's financial statements.

Tax Status

NICB has received a favorable determination letter from the Internal Revenue Service dated September 9, 1991, stating that it qualifies as a not-for-profit corporation as described in Section 501(c)(4) of the Internal Revenue Code (IRC) and, as such, is exempt from federal income taxes on related income pursuant to section 501(a) of the IRC. NICB continues to qualify as a not-for profit corporation under Section 501(c)(4).

FUNCTIONAL EXPENSES BY PROGRAM

PROGRAM SERVICES	2006	2005
<i>Field Operations</i>		
Domestic vehicle recovery	\$4,904,279	\$5,418,470
Repatriation	1,744,981	945,913
Major cases – Vehicle	2,048,437	2,460,239
Major cases – P&C	2,624,205	3,102,874
Field investigations	4,779,935	5,665,236
Commercial fraud	333,126	348,953
Florida medical fraud task force	533,541	628,252
New York medical fraud task force	819,776	942,652
Hurricane Katrina task force	721,232	–
Law enforcement assistance	3,428,190	3,945,842
TOTAL FIELD OPERATIONS	21,937,702	23,458,431
<i>Strategic & Tactical Information</i>		
Tactical	810,021	924,719
Strategic	952,522	1,041,266
Information aggregation and analysis	1,770,967	1,894,847
TOTAL STRATEGIC & TACTICAL INFORMATION	3,533,510	3,860,832
<i>Training</i>		
Member company training	694,345	771,733
Law enforcement training	302,548	304,202
Internal training	443,485	463,163
NICTA	117,359	134,052
TOTAL TRAINING	1,557,737	1,673,150
<i>Public Awareness</i>		
Government affairs	683,433	389,726
Public affairs	1,108,078	904,410
TOTAL PUBLIC AWARENESS	1,791,511	1,294,136
TOTAL PROGRAM SERVICES	28,820,460	30,286,549
<i>Administrative and General</i>	3,435,495	3,776,143
TOTAL FUNCTIONAL EXPENSES	\$32,255,955	\$34,062,692

Mark C. Russell, Chair

Vice President and Chief Administrative Officer
Grange Insurance

Susan Q. Hood, Vice Chair

Claims Vice President
State Farm Mutual Automobile Insurance Company

James Arciere

*Senior Vice President & Division Officer/
Claims Division*
Erie Insurance

David A. Bano

Senior Vice President—Claims
Nationwide Insurance

William J. Breslin

Senior Vice President, Claims Service
USAA

Robert J. Evoy

Vice President of Claims Shared Services
Farmers Insurance Group

Calvin Hudson

Executive Vice President, Claim Business Group
The Hartford Financial Services Group, Inc.

Seth Ingall

Vice President, Claims Home Office
Government Employees Insurance Company

James McLain

Senior Vice President
Southern Regional Manager
Selective Insurance Company

Gary A. Mellini

Vice President, P-CCSO Field Operations
Allstate Insurance Company

James A. Porcari, III

Senior Vice President and Chief Claims Officer
AIG—Personal Lines Claims

Paul A. Rodliff

*Senior Vice President, Commercial
Professional Services*
Liberty Mutual Insurance Company

James P. Runnels

Senior Vice President Daily Rental
Enterprise Rent-A-Car Company

Edward A. Schaefer, Jr.

Claims Senior Executive
Westfield Group

Robert M. Smith

Vice President, Claims
MetLife Auto and Home

Doreen Spadorcia

Executive Vice President
The Travelers Companies, Inc.

ADVISORS TO THE BOARD

Thomas E. Bush III

Assistant Director in Charge
Criminal Justice Information Services Division
Federal Bureau of Investigation

Edward Chuhna

State Manager 5
Progressive Insurance Company

Glenn D. Wolf

International Association of Special
Investigation Units

The NICB Annual Report is published by the Member and Government Affairs Department of the National Insurance Crime Bureau (NICB®), a not-for-profit organization supported by approximately 1,000 property and casualty insurance companies and self-insured organizations. For additional copies, please contact the NICB Member Services Group at 1.800.447.6282, x. 7001, or download the report from our web site: www.nicb.org. Contents may be republished whole, or in part, with attribution.



NICB Headquarters

1111 E. Touhy Avenue, Suite 400
Des Plaines, IL 60018
1.800.447.6282

NICB National Office

12701 Fair Lakes Circle, Suite 380
Fairfax, VA 22033
1.888.241.7159

www.nicb.org

