



May 4, 2021

CIRCULAR LETTER TO ALL MEMBER INSURERS

**Re: Assessment – Company Insolvency
Bedivere Insurance Company**

During a meeting held on March 23, 2021, the Board of Directors of this Association reviewed the Association’s financial position and obligations in connection with the current insolvency and voted to take the following action:

Assessment – Bedivere Insurance Company Insolvency (Workers Compensation Account)

The Board of Directors voted to assess member insurers in the total amount of \$ 1,500,000 to provide funds necessary to continue the Association's task of discharging its obligations arising from the insolvency of Bedivere Insurance Company. The Company was declared insolvent and placed in liquidation effective March 11, 2021. The assessment was developed on the basis of the following:

Account	Assessment	Premium Base	Assessment Factor
Workers Compensation *	\$ 1,500,000	\$ 1,297,977,288	.001155644

***This assessment is eligible for premium tax credits.**

The workers compensation assessment is based upon the respective total 2020 net direct written insurance premiums, less dividends, as shown on Statutory Page 14 of the 2020 North Carolina Annual Statements. The assessment factor above was determined by relating the assessment amount to the total premium base which includes the 2020 writings of all current members of this Association. The statement attached shows (1) your Company's premiums utilized in determining the assessment; (2) the assessment amount; and (3) the net amount due this Association. Prompt remittance will be appreciated.

Payment of Assessment Invoices:

Check: to pay by check, please make your check payable to the North Carolina Insurance Guaranty Association and remit to:

Regular Mail: North Carolina Insurance Guaranty Association
P.O. Box 601046
Charlotte, NC 28260-1046

Overnight Mail: North Carolina Insurance Guaranty Association
Lockbox #601046
1525 West WT Harris Blvd. – 2C2
Charlotte, NC 28262

It is imperative that you include a description of what the payment is for (copy of the invoice, NAIC number on the check stub, etc.) for the payment to be properly applied. Unidentified funds cannot be credited to the proper account and may be returned to you.

ACH Payments: Information regarding payment of assessments by ACH is available upon request. If you wish to receive this information, please contact us at support@ncrb.org with the subject line "Request for ACH - IGA".

Prompt remittance of this assessment will be appreciated and **should be remitted on or before June 4, 2021**. If your remittance includes an assessment billed to more than one company in a group, we would appreciate your identifying the companies for which assessments are being paid either on the remittance check or in an accompanying memorandum.

If you have any questions about any of the contents of this letter, please contact Ray Conner at rdc@ncrb.org.

Sincerely,

Edith Davis

Chief Financial Officer

ETD:ken
Enclosure
IGA-21-1



December 16, 2021

**CIRCULAR LETTER TO ALL MEMBER
INSURERS**

Re: (1) Assessments – Company Insolvencies
(2) Refunds – Company Insolvencies

During a meeting held on October 5, 2021, the Board of Directors of this Association reviewed the Association’s financial position and obligations in connection with the current insolvencies and voted to take the following actions:

Assessment – Home Insurance Company Insolvency (Workers Compensation Account)

The Board of Directors voted to assess member insurers in the total amount of \$ 1,000,000 to provide funds necessary to continue the Association's task of discharging its obligations arising from the insolvency of Home Insurance Company. The Company was declared insolvent and placed in liquidation effective June 13, 2003. The assessment was developed on the basis of the following:

Account	Assessment	Premium Base	Assessment Factor
Workers Compensation *	\$ 1,000,000	\$ 1,297,977,288	.000770430

***These assessments are eligible for premium tax credits.**

The automobile, workers compensation and “all other” assessments are based upon the respective total 2020 net direct written insurance premiums, less dividends, as shown on Statutory Page 14 of the 2020 North Carolina Annual Statements. The assessment factors above were determined by relating the respective assessment amounts to the total premium base which includes the 2020 writings of all current members of this Association.

Assessment – Lumbermen’s Mutual Casualty Company Insolvency (Workers Compensation Account)

The Board of Directors voted to assess member insurers in the total amount of \$ 5,000,000 to provide funds necessary to continue the Association's task of discharging its obligations arising from the insolvency of Guarantee Insurance Company. The Company was declared insolvent and placed in liquidation effective December 31, 2014. The assessment was developed on the basis of the following:

Account	Assessment	Premium Base	Assessment Factor
Workers Compensation *	\$ 5,000,000	\$ 1,297,977,288	.003852148

***These assessments are eligible for premium tax credits.**

The automobile, workers compensation and “all other” assessments are based upon the respective total 2020 net direct written insurance premiums, less dividends, as shown on Statutory Page 14 of the 2020 North Carolina Annual Statements. The assessment factors above were determined by relating the

respective assessment amounts to the total premium base which includes the 2020 writings of all current members of this Association.

Refund – Legion Insurance Company (Automobile, Workers Compensation Account and “All Other”.)

The Board of Directors has voted to refund a total of \$ 1,000,000 to current member insurers from the automobile, workers compensation account and “all other” account for the insolvency of Legion Insurance Company. The refund is to be distributed among current member insurers in proportion to the total amount of prior assessments paid into the automobile, workers compensation and “all other” accounts for the Legion Insurance Company insolvency. The refund was developed on the basis of the following:

Account	Refund	Assessments Paid	Refund Factor
Automobile *	\$ 50,825	\$ 1,484,985	.034225935
Workers Compensation *	\$ 870,000	\$ 25,410,109	.034238342
All Other *	\$ 79,175	\$ 2,313,075	.034229327

***These refunds are subject to the premium tax credit provision**

Refund – Reliance Insurance Company (Automobile, Workers Compensation Account and “All Other”.)

The Board of Directors has voted to refund a total of \$ 1,300,000 to current member insurers from the automobile, workers compensation account and “all other” account for the insolvency of Reliance Insurance Company. The refund is to be distributed among current member insurers in proportion to the total amount of prior assessments paid into the automobile, workers compensation and “all other” accounts for the Reliance Insurance Company insolvency. The refund was developed on the basis of the following:

Account	Refund	Assessments Paid	Refund Factor
Automobile *	\$ 52,000	\$ 1,921,759	.026167757
Workers Compensation *	\$ 1,001,000	\$ 37,989,957	.026349069
All Other *	\$ 247,000	\$ 9,439,097	.027058544

***These refunds are subject to the premium tax credit provision.**

Refund – Ideal Mutual Insurance Company (Automobile and “All Other”.)

The Board of Directors has voted to refund a total of \$ 355,372 to current member insurers from the automobile and “all other” account for the insolvency of Ideal Mutual Insurance Company. The refund is to be distributed among current member insurers in proportion to the total amount of prior assessments paid into the automobile and “all other” accounts for the Ideal Mutual Insurance Company insolvency. The refund was developed on the basis of the following:

Account	Refund	Assessments Paid	Refund Factor
Automobile *	\$ 85,289	\$ 1,109,281	.076886740
All Other *	\$ 270,083	\$ 3,269,279	.082612405

***These refunds are subject to the premium tax credit provision.**

Refund – Northwestern National Insurance Company (Workers Compensation Account)

The Board of Directors has voted to refund a total of \$ 100,000 to current member insurers from the workers compensation account for the insolvency of Northwestern National Insurance Company. The refund is to be distributed among current member insurers in proportion to the total amount of prior assessments paid into the workers compensation account for the Northwestern National Insurance Company insolvency. The refund was developed on the basis of the following:

Account	Refund	Assessments Paid	Refund Factor
Workers Compensation *	\$ 100,000	\$ 299,988	.333346667

***These refunds are subject to the premium tax credit provision.**

If a statement is attached hereto, it shows (1) your Company's premiums utilized in determining the assessments; (2) the assessment amount for each insolvency and account; (3) the assessment amounts previously paid in determining the refunds; (4) the refund amount for each insolvency and account; and (5) the net amount due this Association or the refund due your Company (cr). **If your statement reflects a refund due your Company (cr) a check will be mailed.** If a net balance is due this Association prompt remittance will be appreciated. If your remittance includes total assessments billed to more than one company, we would appreciate your identifying the companies for which assessments are being paid either on the remittance check or in an accompanying memorandum.

Payment of Assessment Invoices:

Check: to pay by check, please make your check payable to the North Carolina Insurance Guaranty Association and remit to:

Regular Mail: North Carolina Insurance Guaranty Association
P.O. Box 601046
Charlotte, NC 28260-1046

Overnight Mail: Lockbox Services #601046
North Carolina Insurance Guaranty Association
1525 West WT Harris Blvd – 2C2
Charlotte, NC 28262

It is imperative that you include a description of what the payment is for (copy of the invoice, invoice number on the check stub, etc.) for the payment to be properly applied. Unidentified funds cannot be credited to the proper account and may be returned to you.

ACH Payments: Information regarding payment of assessments by ACH is available upon request. If you wish to receive this information, please contact us at support@ncrb.org with the subject line "Request for ACH-IGA".

Prompt remittance of this assessment will be appreciated and **should be remitted on or before January 3, 2022**. If your remittance includes an assessment billed to more than one company in a group, we would appreciate your identifying the companies for which assessments are being paid either on the remittance check or in an accompanying memorandum.

If you have any questions about any of the contents of this letter, please contact Ray Conner at rdc@ncrb.org.

Sincerely,

Edith Davis

Chief Financial Officer

ETD: ken
Enclosure
IGA-21-4