



NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION

Statutory Financial Statements
September 30, 2013

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Financial Statements

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NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
BALANCE SHEET
AS OF SEPTEMBER 30, 2013

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
CASH	12,675,598	0	0	12,675,598
INVESTMENTS	36,126,765	0	0	36,126,765
INTEREST INCOME DUE OR ACCRUED	238,489	0	0	238,489
FIXED ASSETS	76,794	0	(76,794)	0
DATA PROCESSING EQUIPMENT	203,593	0	0	203,593
ACCOUNTS RECEIVABLE - FAIR PLAN	307,347	0	0	307,347
ACCOUNTS RECEIVABLE - OTHER	2,961,149	0	0	2,961,149
ACCOUNTS RECEIVABLE - SUBROGATION	208	0	0	208
ACCOUNTS RECEIVABLE - COMMISSION	7,251	0	(7,251)	0
ACCOUNTS RECEIVABLE - ASSESSMENTS	78,223	0	0	78,223
ACCOUNTS RECEIVABLE - LATE FEES	1,555	0	(1,555)	0
PREPAID EXPENSES	17,858	0	(17,858)	0
TOTAL ASSETS	52,694,830	0	(103,458)	52,591,372
LIABILITIES, RESERVES & MEMBERS' SURPLUS				
LIABILITIES				
PAYROLL PAYABLE				(273)
PREMIUM SUSPENSE				383,588
PREMIUM REFUND				910
COMMISSION PAYABLE				947,406
ACCRUAL-PREMIUM TAX				462,273
ACCRUAL-POST RETIREMENT				869,236
ACCRUAL-PENSION				307,217
ACCRUAL-RENT				37,362
CLAIMS PAYABLE				39,680
PREPAID PREMIUMS				1,260,287
UNCLAIMED CHECKS				608,310
TOTAL LIABILITIES				4,915,995
RESERVES				
UNPAID LOSSES (INCL. IBNR)				2,014,634
UNPAID LAE RESERVES				148,499
UNEARNED PREMIUMS				27,211,655
TOTAL RESERVES				29,374,788
MEMBERS' SURPLUS				18,300,588
TOTAL LIABILITIES, RESERVES & MEMBERS' SURPLUS				52,591,372

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
INCOME STATEMENT AND MEMBERS' ACCOUNT
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	QUARTER TO DATE	YEAR TO DATE
UNDERWRITING INCOME		
PREMIUMS EARNED	12,130,439	33,778,869
CEDED REINSURANCE PREMIUM	2,791,245	8,363,953
NET PREMIUMS EARNED	9,339,194	25,414,916
DEDUCTIONS		
LOSSES INCURRED	3,560,484	12,369,697
LOSS EXPENSE INCURRED	453,102	1,195,269
OPERATING EXPENSE INCURRED	3,341,454	9,438,288
PREMIUM TAXES	416,799	1,120,169
TOTAL DEDUCTIONS	7,771,839	24,123,423
OTHER INCOME		
MISCELLANEOUS INCOME	31,260	67,165
NET UNDERWRITING GAIN OR (LOSS)	1,598,615	1,358,658
INVESTMENT INCOME		
INVESTMENT INCOME	134,848	363,077
NET INCOME OR (LOSS)	1,733,463	1,721,735
MEMBERS' ACCOUNT		
MEMBERS' SURPLUS (PRIOR PERIOD)	(5,678,768)	(5,703,115)
NET INCOME OR (LOSS)	1,733,463	1,721,735
CHANGE IN ASSETS NOT ADMITTED	9,106	45,181
ASSESSMENTS OR (DISTRIBUTIONS)	22,236,787	22,236,787
MINIMUM PENSION LIABILITY	0	0
INSOLVENT COMPANY	0	0
NET CHANGE IN MEMBERS' SURPLUS	23,979,356	24,003,703
MEMBERS' SURPLUS (CURRENT PERIOD)	18,300,588	18,300,588

The Aggregate Liability for the Association as of September 30, 2013 is \$10,686,085,729.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
FOR THE YEAR ENDED SEPTEMBER 30, 2013

QUARTER TO DATE

	2013	2012 SP ¹	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	TOTAL
INCOME RECEIVED													
PREMIUMS WRITTEN	15,203,602	(160,630)	(121,026)	0	0	0	0	0	0	0	0	0	14,921,946
CEDED REINSURANCE	(2,791,245)	0	0	0	0	0	0	0	0	0	0	0	(2,791,245)
INTEREST RECEIVED	134,848	0	0	0	0	0	0	0	0	0	0	0	134,848
MISCELLANEOUS INCOME	31,260	0	0	0	0	0	0	0	0	0	0	0	31,260
TOTAL INCOME	12,578,465	(160,630)	(121,026)	0	0	0	0	0	0	0	0	0	12,296,809
EXPENSES PAID													
LOSSES	2,778,522	1,336,060	1,363,522	16,038	3,139	(23,473)	0	0	0	0	0	0	5,473,808
LOSS ADJUSTMENT EXPENSES	361,759	95,016	135,891	2,719	549	0	0	0	0	0	0	0	595,934
COMMISSION	2,315,811	(24,095)	(18,154)	0	0	0	0	0	0	0	0	0	2,273,562
PREMIUM TAX	416,799	0	0	0	0	0	0	0	0	0	0	0	416,799
ADMINISTRATIVE EXPENSES	1,067,892	0	0	0	0	0	0	0	0	0	0	0	1,067,892
TOTAL EXPENSES PAID	6,940,782	1,406,981	1,481,259	18,757	3,688	(23,473)	0	0	0	0	0	0	9,827,995
NET CASH CHANGE	5,637,683	(1,567,611)	(1,602,285)	(18,757)	(3,688)	23,473	0	0	0	0	0	0	2,468,814
RESERVES:													
DEDUCT: (CURRENT PERIOD)													
LOSSES (INCL. IBNR.)	1,475,716	283,910	233,933	21,075	0	0	0	0	0	0	0	0	2,014,634
LOSS ADJUSTMENT EXPENSES	108,690	20,975	17,275	1,559	0	0	0	0	0	0	0	0	148,499
UNEARNED PREMIUMS	26,009,156	1,202,499	0	0	0	0	0	0	0	0	0	0	27,211,655
ADD:(PRIOR PERIOD)													
LOSSES (INCL. IBNR)	2,009,583	563,950	1,275,275	30,474	396	48,280	0	0	0	0	0	0	3,927,958
LOSS ADJUSTMENT EXPENSES	149,067	41,820	94,570	2,262	29	3,583	0	0	0	0	0	0	291,331
UNEARNED PREMIUMS	19,203,295	3,744,820	1,472,033	0	0	0	0	0	0	0	0	0	24,420,148
NET RESERVE CHANGE	(6,231,617)	2,843,207	2,590,670	10,102	425	51,863	0	0	0	0	0	0	(735,351)
NET OTHER CHANGES													
MINIMUM PENSION LIABILITY	0	0	0	0	0	0	0	0	0	0	0	0	0
ASSETS NOT ADMITTED	9,106	0	0	0	0	0	0	0	0	0	0	0	9,106
TOTAL NET OTHER CHANGES	9,106	0	0	0	0	0	0	0	0	0	0	0	9,106
ASSESSMENTS	0	0	0	20,370,865	1,865,922	0	0	0	0	0	0	0	22,236,787
DISTRIBUTIONS	0	0	0	0	0	0	0	0	0	0	0	0	0
INSOLVENT MEMBER	0	0	0	0	0	0	0	0	0	0	0	0	0
CHANGE IN MEMBERS' SURPLUS	(584,829)	1,275,595	988,385	20,362,210	1,862,659	75,336	0	0	0	0	0	0	23,979,356

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	YEAR TO DATE												
	2013	2012 SP ¹	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	TOTAL
INCOME RECEIVED													
PREMIUMS WRITTEN	40,522,995	(45,841)	(365,791)	0	0	0	0	0	0	0	0	0	40,111,363
CEDED REINSURANCE	(5,289,609)	0	(3,074,344)	0	0	0	0	0	0	0	0	0	(8,363,953)
INTEREST RECEIVED	363,077	0	0	0	0	0	0	0	0	0	0	0	363,077
MISCELLANEOUS INCOME	67,165	0	0	0	0	0	0	0	0	0	0	0	67,165
TOTAL INCOME	35,663,628	(45,841)	(3,440,135)	0	0	0	0	0	0	0	0	0	32,177,652
EXPENSES PAID													
LOSSES	4,359,949	3,055,160	6,541,839	157,924	9,673	(21,433)	0	0	0	0	0	0	14,103,112
LOSS ADJUSTMENT EXPENSES	695,218	171,863	421,550	41,074	4,334	293	0	0	0	0	0	0	1,334,332
COMMISSION	6,212,332	(6,876)	(54,869)	0	0	0	0	0	0	0	0	0	6,150,587
PREMIUM TAX	1,120,169	0	0	0	0	0	0	0	0	0	0	0	1,120,169
ADMINISTRATIVE EXPENSES	3,287,701	0	0	0	0	0	0	0	0	0	0	0	3,287,701
TOTAL EXPENSES PAID	15,675,368	3,220,147	6,908,520	198,998	14,007	(21,140)	0	0	0	0	0	0	25,995,901
NET CASH CHANGE	19,988,260	(3,265,988)	(10,348,655)	(198,998)	(14,007)	21,140	0	0	0	0	0	0	6,181,751
RESERVES:													
DEDUCT: (CURRENT PERIOD)													
LOSSES (INCL. IBNR.)	1,475,716	283,910	233,933	21,075	0	0	0	0	0	0	0	0	2,014,634
LOSS ADJUSTMENT EXPENSES	108,690	20,975	17,275	1,559	0	0	0	0	0	0	0	0	148,499
UNEARNED PREMIUMS	26,009,156	1,202,499	0	0	0	0	0	0	0	0	0	0	27,211,655
ADD: (PRIOR PERIOD)													
LOSSES (INCL. IBNR)	0	1,760,999	1,704,622	204,950	29,198	48,280	0	0	0	0	0	0	3,748,049
LOSS ADJUSTMENT EXPENSES	0	138,579	125,495	17,803	2,142	3,543	0	0	0	0	0	0	287,562
UNEARNED PREMIUMS	0	8,779,054	12,100,107	0	0	0	0	0	0	0	0	0	20,879,161
NET RESERVE CHANGE	(27,593,562)	9,171,249	13,679,016	200,119	31,340	51,823	0	0	0	0	0	0	(4,460,016)
NET OTHER CHANGES													
MINIMUM PENSION LIABILITY	0	0	0	0	0	0	0	0	0	0	0	0	0
ASSETS NOT ADMITTED	45,181	0	0	0	0	0	0	0	0	0	0	0	45,181
TOTAL NET OTHER CHANGES	45,181	0	0	0	0	0	0	0	0	0	0	0	45,181
ASSESSMENTS	0	0	0	20,370,865	1,865,922	0	0	0	0	0	0	0	22,236,787
DISTRIBUTIONS	0	0	0	0	0	0	0	0	0	0	0	0	0
INSOLVENT MEMBER	0	0	0	0	0	0	0	0	0	0	0	0	0
CHANGE IN MEMBERS' SURPLUS	(7,560,122)	5,905,260	3,330,361	20,371,986	1,883,255	72,963	0	0	0	0	0	0	24,003,703

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
AS OF SEPTEMBER 30, 2013

	2013	2012 SP ¹	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003	TOTAL
INCOME RECEIVED													
PREMIUMS WRITTEN	40,522,995	10,076,028	34,180,719	25,652,128	25,870,913	25,907,860	27,028,619	27,763,765	25,720,292	22,825,166	26,235,796	20,357,754	312,142,035
CEDED REINSURANCE	(5,289,609)	0	(11,781,803)	(11,874,590)	(10,479,060)	(7,223,316)	(7,122,013)	(2,973,092)	0	0	0	0	(56,743,483)
INTEREST RECEIVED	363,077	132,903	853,131	1,502,084	1,087,329	1,176,278	1,366,204	1,420,062	974,043	418,985	168,902	218,827	9,681,825
MISCELLANEOUS INCOME	67,165	(2,608)	(4,338)	32,118	29	7,794	5,940	11,056	(6,465)	(13,041)	(43,556)	2,946	57,040
TOTAL INCOME	35,663,628	10,206,323	23,247,709	15,311,740	16,479,211	19,868,616	21,278,750	26,221,791	26,687,870	23,231,110	26,361,142	20,579,527	265,137,417
EXPENSES PAID													
LOSSES	4,359,949	3,258,069	13,922,829	29,279,103	14,146,966	9,512,547	10,071,811	9,602,525	9,391,473	11,903,208	12,872,292	17,813,702	146,134,474
LOSS ADJUSTMENT EXPENSES	695,218	298,997	1,147,758	3,217,897	1,207,908	691,200	691,453	674,186	1,027,784	1,193,396	1,142,507	1,932,459	13,920,763
COMMISSION	6,212,332	1,491,386	5,071,130	3,790,105	3,816,885	3,815,409	3,987,012	4,070,567	3,777,738	3,296,157	3,803,425	2,956,416	46,088,562
PREMIUM TAX	1,120,169	292,140	952,649	697,226	706,604	714,852	744,613	743,482	699,572	701,486	655,512	583,115	8,611,420
ADMINISTRATIVE EXPENSES	3,287,701	1,020,633	2,762,867	2,413,922	2,270,960	2,428,623	2,450,882	2,011,767	3,033,088	3,118,977	3,074,619	3,018,670	30,892,709
TOTAL EXPENSES PAID	15,675,368	6,361,225	23,857,233	39,398,253	22,149,323	17,162,631	17,945,771	17,102,527	17,929,655	20,213,224	21,548,355	26,304,362	245,647,928
NET CASH CHANGE	19,988,260	3,845,098	(609,524)	(24,086,513)	(5,670,112)	2,705,985	3,332,979	9,119,264	8,758,215	3,017,886	4,812,787	(5,724,835)	19,489,489
RESERVES:													
DEDUCT: (CURRENT PERIOD)													
LOSSES (INCL. IBNR.)	1,475,716	283,910	233,932.6	21,075	0	0	0	0	0	0	0	0	2,014,634
LOSS ADJUSTMENT EXPENSES	108,690	20,975	17,275	1,559	0	0	0	0	0	0	0	0	148,499
UNEARNED PREMIUMS	26,009,156	1,202,499	0	0	0	0	0	0	0	0	0	0	27,211,655
RESERVES	27,593,562	1,507,384	251,208	22,634	0	0	0	0	0	0	0	0	29,374,788
NET OTHER CHANGES													
ASSETS NOT ADMITTED	45,181	(91,491)	(3,311)	102,126	55,667	139,644	(137,890)	(130,305)	4,470	4,481	158,368	(164,952)	(18,012)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0	0	(387,591)	69,869	0	(317,722)
MINIMUM PENSION LIABILITY	0	(23,952)	(78,446)	(49,606)	97,618	(191,430)	0	0	0	0	(27,883)	39,635	(234,064)
TOTAL NET OTHER CHANGES	45,181	(115,443)	(81,757)	52,520	153,285	(51,786)	(137,890)	(130,305)	4,470	(383,110)	200,354	(125,317)	(569,798)
ASSESSMENTS	0	0	0	20,370,865	1,865,922	0	0	5,943,196	0	0	0	17,748,447	45,928,430
DISTRIBUTIONS	0	0	0	0	0	0	0	(5,943,196)	(10,690)	(4,664)	(11,615)	(11,203,805)	(17,173,970)
INSOLVENT MEMBERS	0	0	0	0	0	0	0	0	0	0	14,917	(13,692)	1,225
MEMBERS' SURPLUS	(7,560,122)	2,222,271	(942,489)	(3,685,762)	(3,650,905)	2,654,199	3,195,089	8,988,959	8,751,995	2,630,112	5,016,443	680,798	18,300,588

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF PREMIUMS
AS OF SEPTEMBER 30, 2013

	QUARTER TO DATE				YEAR TO DATE			
	2013	2012 SP ⁺	2012	TOTAL	2013	2012 SP ⁺	2012	TOTAL
PREMIUMS WRITTEN								
RESIDENTIAL - FIRE	6,811,953	(120,515)	(102,344)	6,589,094	18,629,333	(92,080)	(205,248)	18,332,005
RESIDENTIAL - EC	7,901,339	(30,889)	(15,104)	7,855,346	20,425,541	(6,169)	(136,792)	20,282,580
COMMERCIAL - FIRE	151,319	(5,178)	(157)	145,984	499,261	30,566	(6,568)	523,259
COMMERCIAL - EC	240,453	(3,861)	(3,357)	233,235	676,323	19,419	(15,924)	679,818
CRIME - RESIDENTIAL	98,538	(187)	0	98,351	292,145	2,423	(1,195)	293,373
CRIME - COMMERCIAL	0	0	(64)	(64)	392	0	(64)	328
TOTAL	15,203,602	(160,630)	(121,026)	14,921,946	40,522,995	(45,841)	(365,791)	40,111,363
UNEARNED PREMIUMS (PRIOR PERIOD)								
RESIDENTIAL - FIRE	8,906,203	1,782,404	684,124	11,372,731	0	4,200,036	5,558,193	9,758,229
RESIDENTIAL - EC	9,561,196	1,807,067	720,887	12,089,150	0	4,265,574	5,985,787	10,251,361
COMMERCIAL - FIRE	263,181	56,505	24,204	343,890	0	102,685	196,401	299,086
COMMERCIAL - EC	327,762	68,002	31,521	427,285	0	139,880	254,778	394,658
CRIME - RESIDENTIAL	144,643	30,842	11,297	186,782	0	70,879	104,611	175,490
CRIME - COMMERCIAL	310	0	0	310	0	0	337	337
TOTAL	19,203,295	3,744,820	1,472,033	24,420,148	0	8,779,054	12,100,107	20,879,161
UNEARNED PREMIUMS (CURRENT PERIOD)								
RESIDENTIAL - FIRE	11,837,671	570,951	0	12,408,622	11,837,671	570,951	0	12,408,622
RESIDENTIAL - EC	13,261,311	579,618	0	13,840,929	13,261,311	579,618	0	13,840,929
COMMERCIAL - FIRE	306,429	18,565	0	324,994	306,429	18,565	0	324,994
COMMERCIAL - EC	423,633	23,426	0	447,059	423,633	23,426	0	447,059
CRIME - RESIDENTIAL	179,900	9,939	0	189,839	179,900	9,939	0	189,839
CRIME - COMMERCIAL	212	0	0	212	212	0	0	212
TOTAL	26,009,156	1,202,499	0	27,211,655	26,009,156	1,202,499	0	27,211,655
EARNED PREMIUMS								
RESIDENTIAL - FIRE	3,880,485	1,090,938	581,780	5,553,203	6,791,662	3,537,005	5,352,945	15,681,612
RESIDENTIAL - EC	4,201,224	1,196,560	705,783	6,103,567	7,164,230	3,679,787	5,848,995	16,693,012
COMMERCIAL - FIRE	108,071	32,762	24,047	164,880	192,832	114,686	189,833	497,351
COMMERCIAL - EC	144,582	40,715	28,164	213,461	252,690	135,873	238,854	627,417
CRIME - RESIDENTIAL	63,281	20,716	11,297	95,294	112,245	63,363	103,416	279,024
CRIME - COMMERCIAL	98	0	(64)	34	180	0	273	453
TOTAL	8,397,741	2,381,691	1,351,007	12,130,439	14,513,839	7,530,714	11,734,316	33,778,869
CEDED REINSURANCE PREMIUM								
RESIDENTIAL - FIRE	0	0	0	0	0	0	0	0
RESIDENTIAL - EC	2,691,558	0	0	2,691,558	5,100,694	0	2,966,472	8,067,166
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	99,687	0	0	99,687	188,915	0	107,872	296,787
CRIME - RESIDENTIAL	0	0	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	2,791,245	0	0	2,791,245	5,289,609	0	3,074,344	8,363,953
NET EARNED PREMIUMS								
RESIDENTIAL - FIRE	3,880,485	1,090,938	581,780	5,553,203	6,791,662	3,537,005	5,352,945	15,681,612
RESIDENTIAL - EC	1,509,666	1,196,560	705,783	3,412,009	2,063,536	3,679,787	2,882,523	8,625,846
COMMERCIAL - FIRE	108,071	32,762	24,047	164,880	192,832	114,686	189,833	497,351
COMMERCIAL - EC	44,895	40,715	28,164	113,774	63,775	135,873	130,982	330,630
CRIME - RESIDENTIAL	63,281	20,716	11,297	95,294	112,245	63,363	103,416	279,024
CRIME - COMMERCIAL	98	0	(64)	34	180	0	273	453
TOTAL	5,606,496	2,381,691	1,351,007	9,339,194	9,224,230	7,530,714	8,659,972	25,414,916

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	QUARTER TO DATE							
	2013	2012 SP ¹	2012	2011	2010	2009	2008	TOTAL
PAID LOSSES								
RESIDENTIAL - FIRE	1,482,221	792,346	760,473	210	0	(23,473)	0	3,011,777
RESIDENTIAL - EC	1,284,122	517,643	486,978	15,828	3,139	0	0	2,307,710
COMMERCIAL - FIRE	0	3,036	2,087	0	0	0	0	5,123
COMMERCIAL - EC	(293)	21,954	104,294	0	0	0	0	125,954
CRIME - RESIDENTIAL	12,472	1,081	9,690	0	0	0	0	23,244
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	2,778,522	1,336,060	1,363,522	16,038	3,139	(23,473)	0	5,473,808
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	873,055	173,345	71,335	7,080	0	0	0	1,124,815
RESIDENTIAL - EC	384,305	99,965	149,999	13,995	0	0	0	648,265
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	186,489	5,000	3,599	0	0	0	0	195,088
CRIME - RESIDENTIAL	31,867	5,599	9,000	0	0	0	0	46,466
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	1,475,716	283,910	233,933	21,075	0	0	0	2,014,634
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	965,640	261,203	710,168	10,079	0	48,280	0	1,995,370
RESIDENTIAL - EC	1,013,454	289,051	534,113	20,395	396	0	0	1,857,409
COMMERCIAL - FIRE	1,060	0	3,500	0	0	0	0	4,560
COMMERCIAL - EC	16,709	6,196	13,494	0	0	0	0	36,399
CRIME - RESIDENTIAL	12,720	7,500	14,000	0	0	0	0	34,220
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	2,009,583	563,950	1,275,275	30,474	396	48,280	0	3,927,958
INCURRED LOSSES								
RESIDENTIAL - FIRE	1,389,636	704,488	121,640	(2,789)	0	(71,753)	0	2,141,222
RESIDENTIAL - EC	654,974	328,557	102,864	9,428	2,743	0	0	1,098,566
COMMERCIAL - FIRE	(1,060)	3,036	(1,413)	0	0	0	0	563
COMMERCIAL - EC	169,487	20,758	94,399	0	0	0	0	284,643
CRIME - RESIDENTIAL	31,619	(820)	4,690	0	0	0	0	35,490
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	2,244,655	1,056,020	322,180	6,639	2,743	(71,753)	0	3,560,484

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	YEAR TO DATE							
	2013	2012 SP ⁺	2012	2011	2010	2009	2008	TOTAL
PAID LOSSES								
RESIDENTIAL - FIRE	2,578,910	1,958,409	4,727,984	29,671	1,559	(23,446)	0	9,273,087
RESIDENTIAL - EC	1,762,403	1,059,178	1,574,663	74,569	8,114	2,013	0	4,480,940
COMMERCIAL - FIRE	0	6,231	2,087	0	0	0	0	8,318
COMMERCIAL - EC	535	21,954	171,715	51,020	0	0	0	245,223
CRIME - RESIDENTIAL	18,101	9,388	65,390	2,664	0	0	0	95,544
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	4,359,949	3,055,160	6,541,839	157,924	9,673	(21,433)	0	14,103,112
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	873,055	173,345	71,335	7,080	0	0	0	1,124,815
RESIDENTIAL - EC	384,305	99,965	149,999	13,995	0	0	0	648,265
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	186,489	5,000	3,599	0	0	0	0	195,088
CRIME - RESIDENTIAL	31,867	5,599	9,000	0	0	0	0	46,466
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	1,475,716	283,910	233,933	21,075	0	0	0	2,014,634
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	0	1,303,735	1,186,682	71,077	24,099	36,279	0	2,621,872
RESIDENTIAL - EC	0	370,284	438,747	58,675	5,099	12,001	0	884,806
COMMERCIAL - FIRE	0	1,988	4,297	0	0	0	0	6,285
COMMERCIAL - EC	0	36,502	8,698	70,198	0	0	0	115,398
CRIME - RESIDENTIAL	0	48,490	66,198	5,000	0	0	0	119,688
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	0	1,760,999	1,704,622	204,950	29,198	48,280	0	3,748,049
INCURRED LOSSES								
RESIDENTIAL - FIRE	3,451,965	828,019	3,612,637	(34,326)	(22,540)	(59,725)	0	7,776,030
RESIDENTIAL - EC	2,146,709	788,859	1,285,915	29,889	3,015	(9,988)	0	4,244,399
COMMERCIAL - FIRE	0	4,243	(2,210)	0	0	0	0	2,033
COMMERCIAL - EC	187,024	(9,548)	166,616	(19,178)	0	0	0	324,913
CRIME - RESIDENTIAL	49,968	(33,503)	8,192	(2,336)	0	0	0	22,322
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	5,835,665	1,578,071	5,071,150	(25,951)	(19,525)	(69,713)	0	12,369,697

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

IBNR TOTALS

	2013	2012 SP ¹	2012	2011	2010	2009	2008	TOTAL
IBNR (CURRENT PERIOD)								
RESIDENTIAL - FIRE	272,651	0	0	0	0	0	0	272,651
RESIDENTIAL - EC	157,137	0	0	0	0	0	0	157,137
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	48,840	0	0	0	0	0	0	48,840
CRIME - RESIDENTIAL	9,768	0	0	0	0	0	0	9,768
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	488,396	0	0	0	0	0	0	488,396
IBNR (PRIOR PERIOD)								
RESIDENTIAL - FIRE	483,302	901,725	0	0	0	0	0	1,385,027
RESIDENTIAL - EC	449,886	304,306	0	0	0	0	0	754,192
COMMERCIAL - FIRE	1,060	1,988	0	0	0	0	0	3,048
COMMERCIAL - EC	8,462	36,502	0	0	0	0	0	44,964
CRIME - RESIDENTIAL	9,522	38,490	0	0	0	0	0	48,012
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	952,232	1,283,011	0	0	0	0	0	2,235,243

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

QUARTER TO DATE

	2013	2012 SP ¹	2012	2011	2010	2009	2008	TOTAL
LOSS EXPENSES PAID								
RESIDENTIAL - FIRE	91,954	25,393	44,550	482	0	0	0	162,379
RESIDENTIAL - EC	253,977	64,283	87,997	2,131	549	0	0	408,937
COMMERCIAL - FIRE	26	0	95	0	0	0	0	121
COMMERCIAL - EC	15,536	4,378	3,249	106	0	0	0	23,268
CRIME - RESIDENTIAL	266	963	0	0	0	0	0	1,229
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	361,759	95,016	135,891	2,719	549	0	0	595,934
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	64,501	12,820	5,276	524	0	0	0	83,121
RESIDENTIAL - EC	28,383	7,393	11,093	1,035	0	0	0	47,904
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	13,497	359	259	0	0	0	0	14,115
CRIME - RESIDENTIAL	2,309	403	647	0	0	0	0	3,359
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	108,690	20,975	17,275	1,559	0	0	0	148,499
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	71,641	19,385	52,703	748	0	3,583	0	148,060
RESIDENTIAL - EC	75,191	21,451	39,638	1,514	29	0	0	137,823
COMMERCIAL - FIRE	79	0	252	0	0	0	0	331
COMMERCIAL - EC	1,220	445	970	0	0	0	0	2,635
CRIME - RESIDENTIAL	936	539	1,007	0	0	0	0	2,482
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	149,067	41,820	94,570	2,262	29	3,583	-	291,331
INCURRED LOSS EXPENSE								
RESIDENTIAL - FIRE	84,814	18,828	(2,877)	258	0	(3,583)	0	97,440
RESIDENTIAL - EC	207,169	50,225	59,452	1,652	520	0	0	319,018
COMMERCIAL - FIRE	(53)	0	(157)	0	0	0	0	(210)
COMMERCIAL - EC	27,813	4,292	2,538	106	0	0	0	34,748
CRIME - RESIDENTIAL	1,639	827	(360)	0	0	0	0	2,106
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	321,382	74,171	58,596	2,016	520	(3,583)	0	453,102

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2013

YEAR TO DATE

	2013	2012 SP ¹	2012	2011	2010	2009	2008	TOTAL
LOSS EXPENSES PAID								
RESIDENTIAL - FIRE	226,514	51,236	178,876	10,053	2,722	0	0	469,401
RESIDENTIAL - EC	434,891	108,246	233,139	13,396	1,612	293	0	791,577
COMMERCIAL - FIRE	267	432	95	0	0	0	0	794
COMMERCIAL - EC	27,927	4,653	8,449	17,625	0	0	0	58,653
CRIME - RESIDENTIAL	5,619	7,297	991	0	0	0	0	13,907
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	695,218	171,863	421,550	41,074	4,334	293	0	1,334,332
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	64,501	12,820	5,276	524	0	0	0	83,121
RESIDENTIAL - EC	28,383	7,393	11,093	1,035	0	0	0	47,904
COMMERCIAL - FIRE	0	0	0	0	0	0	0	0
COMMERCIAL - EC	13,497	359	259	0	0	0	0	14,115
CRIME - RESIDENTIAL	2,309	403	647	0	0	0	0	3,359
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	108,690	20,975	17,275	1,559	0	0	0	148,499
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	0	102,254	87,074	5,215	1,768	2,662	0	198,973
RESIDENTIAL - EC	0	29,394	32,194	4,305	374	881	0	67,148
COMMERCIAL - FIRE	0	160	485	0	0	0	0	645
COMMERCIAL - EC	0	2,946	982	7,924	0	0	0	11,852
CRIME - RESIDENTIAL	0	3,825	4,760	359	0	0	0	8,944
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	0	138,579	125,495	17,803	2,142	3,543	0	287,562
INCURRED LOSS EXPENSE								
RESIDENTIAL - FIRE	291,015	(38,198)	97,078	5,362	954	(2,662)	0	353,549
RESIDENTIAL - EC	463,274	86,245	212,038	10,126	1,238	(588)	0	772,333
COMMERCIAL - FIRE	267	272	(390)	0	0	0	0	149
COMMERCIAL - EC	41,424	2,066	7,726	9,701	0	0	0	60,916
CRIME - RESIDENTIAL	7,928	3,875	(3,122)	(359)	0	0	0	8,322
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	803,908	54,259	313,330	24,830	2,192	(3,250)	0	1,195,269

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF NAMED STORM LOSSES
AS OF SEPTEMBER 30, 2013

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
IRENE							
59	10/01/09 09/30/10	08/26/11 08/28/11	HABITATIONAL	0	1,583,189	0	216,132
59	10/01/09 09/30/10	08/26/11 08/28/11	COMMERCIAL	0	66,094	0	4,516
			TOTAL	0	1,649,283	0	220,648
59	10/01/10 09/30/11	08/26/11 08/28/11	HABITATIONAL	6,198	17,327,000	620	2,154,491
59	10/01/10 09/30/11	08/26/11 08/28/11	COMMERCIAL	0	745,336	0	94,800
			TOTAL	6,198	18,072,336	620	2,249,291
			TOTAL IRENE	6,198	19,721,619	620	2,469,939
BERYL							
20	10/01/10 09/30/11	05/29/12 05/31/12	HABITATIONAL	0	61,799	0	5,762
			TOTAL	0	61,799	0	5,762
20	10/01/11 09/30/12	05/29/12 05/31/12	HABITATIONAL	0	245,123	0	16,589
			TOTAL	0	245,123	0	16,589
			TOTAL BERYL	0	306,922	0	22,351
SANDY							
90	10/01/11 09/30/12	10/26/12 10/31/12	HABITATIONAL	0	240,769	0	36,963
90	10/01/11 09/30/12	10/26/12 10/31/12	COMMERCIAL	0	1,859	0	360
			TOTAL	0	242,628	0	37,323
90	10/01/12 12/31/12	10/26/12 10/31/12	HABITATIONAL	0	11,729	0	2,364
			TOTAL	0	11,729	0	2,364
			TOTAL SANDY	0	254,357	0	39,687

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF NAMED STORM LOSSES
AS OF SEPTEMBER 30, 2013

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
ANDREA							
152	10/01/12 09/30/13	06/06/13 06/08/13	HABITATIONAL	5,446	158,266	545	26,663
TOTAL				5,446	158,266	545	26,663
TOTAL ANDREA				5,446	158,266	545	26,663

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF SEPTEMBER 30, 2013

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	83,151,363	908	9,075,741	14	92,227,104	922
ALEXANDER	21,993,188	260	2,100,000	5	24,093,188	265
ALLEGHANY	7,584,179	86	90,000	2	7,674,179	88
ANSON	33,391,090	545	1,640,500	7	35,031,590	552
ASHE	26,316,167	248	25,000	1	26,341,167	249
AVERY	15,999,990	162	0	0	15,999,990	162
BEAUFORT	145,491,521	1,785	10,646,864	50	156,138,385	1,835
BERTIE	64,815,361	934	2,278,100	30	67,093,461	964
BLADEN	113,129,626	1,856	2,856,970	26	115,986,596	1,882
BRUNSWICK	731,812,535	8,975	5,708,900	51	737,521,435	9,026
BUNCOMBE	83,488,335	801	1,547,500	9	85,035,835	810
BURKE	55,507,081	602	1,101,000	7	56,608,081	609
CABARRUS	79,203,872	703	4,357,000	7	83,560,872	710
CALDWELL	65,086,984	825	520,800	5	65,607,784	830
CAMDEN	31,278,354	278	291,600	5	31,569,954	283
CARTERET	320,220,207	4,045	7,881,847	43	328,102,054	4,088
CASWELL	15,727,224	269	432,000	7	16,159,224	276
CATAWBA	90,975,454	1,008	4,023,600	20	94,999,054	1,028
CHATHAM	47,122,863	480	516,000	5	47,638,863	485
CHEROKEE	16,776,839	168	1,685,660	7	18,462,499	175
CHOWAN	36,088,647	365	705,000	9	36,793,647	374
CLAY	13,115,103	110	0	0	13,115,103	110
CLEVELAND	89,153,690	831	2,606,500	10	91,760,190	841
COLUMBUS	220,427,169	3,560	4,889,200	42	225,316,369	3,602
CRAVEN	199,811,826	2,080	5,357,371	36	205,169,197	2,116
CUMBERLAND	341,568,276	3,880	7,707,150	54	349,275,426	3,934
CURRITUCK	97,714,489	989	2,939,518	19	100,654,007	1,008
DARE	84,828,996	748	9,882,023	36	94,711,019	784
DAVIDSON	89,299,188	996	4,153,750	21	93,452,938	1,017
DAVIE	16,649,720	172	0	0	16,649,720	172
DUPLIN	165,128,284	2,166	4,101,293	41	169,229,577	2,207
DURHAM	112,374,391	1,089	6,952,667	22	119,327,058	1,111
EDGECOMBE	106,492,799	1,351	6,929,164	23	113,421,963	1,374
FORSYTH	169,852,597	1,513	5,046,300	27	174,898,897	1,540
FRANKLIN	41,487,311	590	394,800	7	41,882,111	597
GASTON	145,294,494	1,540	12,761,475	44	158,055,969	1,584
GATES	43,061,749	493	324,400	2	43,386,149	495
GRAHAM	5,546,700	48	64,000	1	5,610,700	49
GRANVILLE	25,087,483	286	829,000	2	25,916,483	288
GREENE	52,201,419	620	1,775,000	12	53,976,419	632
GUILFORD	208,992,288	2,064	18,645,992	57	227,638,280	2,121
HALIFAX	157,044,333	2,033	4,708,600	58	161,752,933	2,091
HARNETT	180,769,955	2,197	2,126,500	19	182,896,455	2,216
HAYWOOD	43,253,323	375	615,000	5	43,868,323	380
HENDERSON	33,871,256	307	334,200	4	34,205,456	311
HERTFORD	58,103,028	705	2,458,600	10	60,561,628	715
HOKE	77,176,469	1,088	4,290,760	18	81,467,229	1,106
HYDE	13,755,209	215	1,968,980	14	15,724,189	229
IREDELL	86,392,078	927	1,455,040	10	87,847,118	937
JACKSON	27,901,443	248	1,283,000	3	29,184,443	251
JOHNSTON	241,620,432	2,858	7,200,450	70	248,820,882	2,928
JONES	22,450,232	358	572,000	7	23,022,232	365
LEE	42,971,540	469	597,580	7	43,569,120	476

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF SEPTEMBER 30, 2013

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
LENOIR	158,301,663	2,039	6,565,031	50	164,866,694	2,089
LINCOLN	50,726,081	512	723,500	9	51,449,581	521
MCDOWELL	34,410,552	447	100,200	2	34,510,752	449
MACON	24,262,381	266	230,000	2	24,492,381	268
MADISON	16,411,965	170	68,000	2	16,479,965	172
MARTIN	99,380,126	1,130	5,203,500	40	104,583,626	1,170
MECKLENBURG	203,185,157	1,482	9,064,000	22	212,249,157	1,504
MITCHELL	26,207,691	246	0	0	26,207,691	246
MONTGOMERY	57,186,378	814	440,000	5	57,626,378	819
MOORE	53,607,367	624	3,214,500	8	56,821,867	632
NASH	177,459,782	1,969	4,603,000	16	182,062,782	1,985
NEW HANOVER	733,685,961	5,754	10,204,135	49	743,890,096	5,803
NORTHAMPTON	61,103,040	868	591,666	14	61,694,706	882
ONslow	390,848,921	4,554	10,506,700	55	401,355,621	4,609
ORANGE	38,277,812	314	910,200	2	39,188,012	316
PAMLICO	49,242,461	646	2,935,000	9	52,177,461	655
PASQUOTANK	101,970,166	1,021	3,381,920	22	105,352,086	1,043
PENDER	191,997,592	2,538	2,504,500	17	194,502,092	2,555
PERQUIMANS	45,833,518	444	737,500	9	46,571,018	453
PERSON	26,628,999	384	599,162	9	27,228,161	393
PITT	374,611,297	3,482	18,068,908	58	392,680,205	3,540
POLK	13,066,820	132	0	0	13,066,820	132
RANDOLPH	66,151,635	753	1,685,600	14	67,837,235	767
RICHMOND	69,461,412	1,198	2,128,800	26	71,590,212	1,224
ROBESON	405,563,195	7,120	12,954,900	94	418,518,095	7,214
ROCKINGHAM	80,657,891	1,170	2,000,000	20	82,657,891	1,190
ROWAN	90,485,403	848	3,226,100	10	93,711,503	858
RUTHERFORD	59,137,863	572	504,000	3	59,641,863	575
SAMPSON	167,014,823	2,293	2,862,222	26	169,877,045	2,319
SCOTLAND	45,529,601	779	1,571,800	7	47,101,401	786
STANLEY	37,944,894	424	1,645,000	2	39,589,894	426
STOKES	21,513,953	256	340,000	4	21,853,953	260
SURRY	54,450,648	752	1,365,668	19	55,816,316	771
SWAIN	26,963,633	197	397,000	3	27,360,633	200
TRANSYLVANIA	10,251,550	86	65,000	1	10,316,550	87
TYRRELL	13,155,260	195	246,000	6	13,401,260	201
UNION	78,869,902	714	5,246,283	8	84,116,185	722
VANCE	56,306,181	932	468,500	8	56,774,681	940
WAKE	259,447,188	1,962	24,886,975	37	284,334,163	1,999
WARREN	26,530,331	430	1,005,700	7	27,536,031	437
WASHINGTON	33,211,768	396	1,184,000	13	34,395,768	409
WATAUGA	42,782,115	255	558,500	4	43,340,615	259
WAYNE	228,031,735	3,067	14,268,570	66	242,300,305	3,133
WILKES	56,691,875	712	282,000	6	56,973,875	718
WILSON	141,467,436	1,618	4,650,785	51	146,118,221	1,669
YADKIN	19,413,695	273	153,500	4	19,567,195	277
YANCY	23,260,142	255	25,000	1	23,285,142	256
	<u>10,341,258,009</u>	<u>119,302</u>	<u>344,827,720</u>	<u>1,831</u>	<u>10,686,085,729</u>	<u>121,133</u>

* Based upon the total Building and Personal Property amounts. Dwelling " other coverages," which are additional amounts of insurance based upon Coverage A and Commercial policy extensions of coverage, are not factored into this amount.

North Carolina Joint Underwriting Association

Notes To Statutory Financial Statements

Note 1. Change in Fiscal Year End

On May 16, 2013, the Board of Directors of the Association approved a change in the Association's fiscal year end from September 30 to December 31 of each year. This change to the calendar year reporting cycle began January 1, 2013. As a result of the change, the Association had a three month transition period from October 1, 2012 through December 31, 2012, the results of which will be separately reported and classified as a short period (SP).