

CONNECTICUT INSURANCE GUARANTY ASSOCIATION

*One Bowdoin Square
Boston, MA 02114-2916*

(617) 227-7020 (800) 852-2003

Accounting and Administration Departments Fax: (617) 227-8903

Claim Department Fax: (617) 305-0001

Via Certified Mail/Return Receipt Requested

March 18, 2015

The Honorable Anne Melissa Dowling
Acting Commissioner of Insurance
Connecticut Insurance Department
P.O. Box 816
Hartford, CT 06142-0816

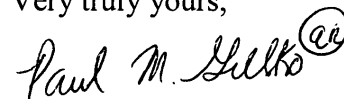
Re: Connecticut Insurance Guaranty Association (the "Association")
Annual Report of the Association for the Year Ending December 31, 2014

Dear Acting Commissioner Dowling:

Pursuant to the Association Act, enclosed herewith for filing please find duly executed original Annual Report of the Association for the year ending December 31, 2014.

Should you have any questions, please do not hesitate to contact me.

Very truly yours,

Handwritten signature of Paul M. Gulko in cursive, with a circled 'e' at the end of the name.

Paul M. Gulko
Executive Secretary

Enclosure

cc: The Board of Directors of the Association
Jon Arsenault, Esq.

CONNECTICUT INSURANCE GUARANTY ASSOCIATION

*One Bowdoin Square
Boston, MA 02114-2916
(617) 227-7020 (800) 852-2003
Accounting and Administration Departments Fax: (617) 227-8903
Claim Department Fax: (617) 305-0001*

March 18, 2015

TO: THE COMMISSIONER OF INSURANCE (the "Commissioner") AND THE
MEMBER INSURERS OF THE CONNECTICUT INSURANCE GUARANTY
ASSOCIATION (the "Association")

RE: The Annual Report of the Association for the Year Ending December 31, 2014

During 2014, there were two new insolvencies reported to the Association. On October 19, 2014, the Board of Directors of the Association (the "Board") met and voted to accept the insolvency of Red Rock Insurance Company, which had been declared insolvent by the State of Oklahoma, and the insolvency of Professional Liability Insurance Company of America, which had been declared insolvent by the State of New York. The Board decided that the administration of these insolvencies would be provided by Guaranty Fund Management Services[®] ("GFMS[®]").

On October 19, 2014, the Board held its Annual Meeting in Woodstock, Vermont, in conjunction with other meetings of the member guaranty associations of GFMS and its committees. Charles Breitstadt, Maura Travers, Paul Gulko, James Winskowicz, and Kathleen Lavin, were elected Chair, Vice Chair, Executive Secretary, Claims Manager, and Treasurer, respectively, of the Association. In addition, the Board discussed and/or voted the following items:

The Board received and considered the report of counsel on a matter involving whether the Association is estopped from enforcing a policy exclusion because the insolvent insurer had breached its duty to defend. Counsel reported the Connecticut Supreme Court had ruled in the Association's favor in this matter.

The Board reviewed the financial condition of the Association and its operating expenses and covered claim costs, in order to determine whether an assessment or a refund of prior assessments would be appropriate. The Board thereupon voted that the following assessments and refunds of prior assessments be made:

ASSESSMENT

<u>AUTO</u>	<u>OTHER</u>	<u>WORKER'S COMP</u>
\$836,000	\$1,378,000	\$16,184,490

Total Assessment **\$18,398,490**

<u>REFUND</u>	<u>AUTO</u>	<u>OTHER</u>	<u>WORKERS'</u> <u>COMP</u>
	(\$168,317)	(\$2,103,824)	
Total Refund		(\$ 2,272,141)	
Net Assessment		\$16,126,349	

The Board received and considered reports concerning claims and recoveries from receivers, respectively.

The member insurers currently serving on the Board and their designated representatives are:

NATIONWIDE INSURANCE COMPANY	Charles P. Breitstadt
METROPOLITAN PROPERTY AND CASUALTY INSURANCE COMPANY	Maura Travers
MIDDLESEX MUTUAL ASSURANCE COMPANY	Diane Choate
PATRONS MUTUAL INSURANCE COMPANY OF CONNECTICUT	Fred Taverne
HARTFORD FIRE INSURANCE COMPANY	Steven Pieren
AMICA MUTUAL INSURANCE COMPANY	Robert Suglia
TRAVELERS INDEMNITY COMPANY	Joanne Garvin
EX-OFFICIO: OFFICE OF THE INSURANCE COMMISSIONER	Jon Arsenault

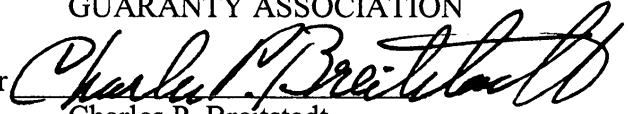
The Statement of Account of the Association, from inception through December 31, 2014, and its Balance Sheet for the same period, are attached hereto and

made a part hereof.

Respectfully submitted,

The Board of Directors of the
CONNECTICUT INSURANCE
GUARANTY ASSOCIATION

By its Chair

A handwritten signature in cursive script, appearing to read "Charles P. Breitstadt".

Charles P. Breitstadt

Connecticut Insurance Guaranty Association
Statement of Cash Receipts and Disbursements
From Inception Through December 31, 2014 and Quarter Ending December 31, 2014
Total All

	Quarter Ending 12/31/2014	Inception To Date
RECEIPTS:		
Member Assessment Administ	-	\$231,029.67
Member Assessment	-	324,330,838.00
Recovery	2,454,977.86	203,956,145.95
Interest Income	193,872.59	56,971,291.54
Total Receipts	2,648,850.45	585,489,305.16
DISBURSEMENTS:		
Claims Paid	1,821,035.62	187,532,116.35
Helmsman Claims Paid	13,954.08	28,974,477.92
Claims Expense Paid	370,778.96	33,321,669.43
Helmsman Claims Expense Paid	-	2,591,817.81
Premium Refund	-	1,073,621.62
Member Refund	-	212,235,486.00
Operating Expenses:		
Service Fee - ISO, Etc.	-	179,595.73
G.F.M.S.	748,233.31	25,443,438.56
Legal & Audit	17,003.34	2,700,105.22
Travel	6,401.91	252,557.84
NCIGF Fee	-	933,981.71
Insurance	9,500.00	61,490.00
Other	4,005.27	384,344.21
Administrative Expense	-	223,361.30
Total Operating Expenses	785,143.83	30,178,874.57
Total Disbursements	2,990,912.49	495,908,063.70
Funds Available	(\$342,062.04)	\$89,581,241.46

1/26/2015
10:40:45 AM
PL_CT_QTR_LOB

Connecticut Insurance Guaranty Association
Statement of Cash Receipts and Disbursements
From Inception Through December 31, 2014 and Quarter Ending December 31, 2014
Admin

Quarter Ending 12/31/2014 Inception To Date

RECEIPTS:

Member Assessment Administr:	-	\$227,533.51
Recovery	-	(106,893.00)
Total Receipts	-	120,640.51

DISBURSEMENTS:

Operating Expenses:		
Other	-	1,000.00
Administrative Expense	-	9,095.32
Total Operating Expenses	-	10,095.32
Total Disbursements	-	10,095.32
Funds Available	-	\$110,545.19

1/26/2015
10:40:45 AM
PL_CT_QTR_LOB

Connecticut Insurance Guaranty Association
Statement of Cash Receipts and Disbursements
From Inception Through December 31, 2014 and Quarter Ending December 31, 2014
Auto

	Quarter Ending 12/31/2014	Inception To Date
RECEIPTS:		
Member Assessment Administrative	-	\$1,159.31
Member Assessment	-	35,779,361.00
Recovery	(574,437.96)	16,842,301.35
Interest Income	3,975.14	7,193,016.63
Total Receipts	(570,462.82)	59,815,838.29
DISBURSEMENTS:		
Claims Paid	305,254.58	17,783,234.39
Claims Expense Paid	26,954.92	5,563,065.40
Premium Refund	-	251,654.36
Member Refund	-	31,711,505.00
Operating Expenses:		
Service Fee - ISO, Etc.	-	128,621.91
G.F.M.S.	73,340.14	3,199,825.56
Legal & Audit	1,497.54	239,553.07
Travel	301.19	23,504.89
NCIGF Fee	-	46,874.76
Insurance	461.07	2,485.92
Other	258.14	41,591.01
Administrative Expense	-	14,258.37
Total Operating Expenses	75,858.08	3,696,715.49
Total Disbursements	408,067.58	59,006,174.64
Funds Available	(\$978,530.40)	\$809,663.65

1/26/2015
10:40:45 AM
PL_CT_QTR_LOB

Connecticut Insurance Guaranty Association
Statement of Cash Receipts and Disbursements
From Inception Through December 31, 2014 and Quarter Ending December 31, 2014
Other

	Quarter Ending 12/31/2014	Inception To Date
RECEIPTS:		
Member Assessment Administrative	-	\$2,294.52
Member Assessment	-	162,291,946.00
Recovery	120,533.03	100,112,159.99
Interest Income	12,743.54	24,760,319.32
Total Receipts	133,276.57	287,166,719.83
DISBURSEMENTS:		
Claims Paid	128,874.98	107,449,990.04
Claims Expense Paid	143,739.89	17,722,482.06
Premium Refund	-	572,642.34
Member Refund	-	147,048,218.00
Operating Expenses:		
Service Fee - ISO, Etc.	-	49,963.91
G.F.M.S.	75,204.01	7,552,120.97
Legal & Audit	1,133.97	1,459,621.98
Travel	705.36	98,995.80
NCIGF Fee	-	235,797.94
Insurance	1,014.04	7,627.42
Other	363.10	128,421.00
Administrative Expense	-	189,710.44
Total Operating Expenses	78,420.48	9,722,259.46
Total Disbursements	351,035.35	282,515,591.90
Funds Available	(\$217,758.78)	\$4,651,127.93

1/26/2015
10:40:45 AM
PL_CT_QTR_LOB

Connecticut Insurance Guaranty Association
Statement of Cash Receipts and Disbursements
From Inception Through December 31, 2014 and Quarter Ending December 31, 2014
Workers Comp

Quarter Ending 12/31/2014 Inception To Date

RECEIPTS:

Member Assessment Adminis	-	\$42.33
Member Assessment	-	126,259,531.00
Recovery	2,908,882.79	87,108,577.61
Interest Income	177,153.91	25,017,955.59
Total Receipts	3,086,036.70	238,386,106.53

DISBURSEMENTS:

Claims Paid	1,386,906.06	62,298,891.92
Helmsman Claims Paid	13,954.08	28,974,477.92
Claims Expense Paid	200,084.15	10,036,121.97
Helmsman Claims Expense Paid	-	2,591,817.81
Premium Refund	-	249,324.92
 Member Refund	 -	 33,475,763.00
Operating Expenses:		
Service Fee - ISO, Etc.	-	1,009.91
G.F.M.S.	599,689.16	14,691,492.03
Legal & Audit	14,371.83	1,000,930.17
Travel	5,395.36	130,057.15
NCIGF Fee	-	651,309.01
Insurance	8,024.89	51,376.66
Other	3,384.03	213,332.20
Administrative Expense	-	10,297.17
Total Operating Expenses	630,865.27	16,749,804.30
 Total Disbursements	 2,231,809.56	 154,376,201.84
 Funds Available	 \$854,227.14	 \$84,009,904.69

1/26/2015
10:40:45 AM
PL_CT_QTR_LOB