

# DISTRICT OF COLUMBIA 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 1, 2016

The Honorable Stephen C. Taylor  
D.C. Department of Insurance, Securities and Banking  
810 First Street, NE, Suite 701  
Washington, D.C. 20002


Re: District of Columbia Insurance Guaranty Association (the "Association")  
Annual Report of the Association for the Year Ending December 31, 2015

Dear Commissioner Taylor:

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, 2015.

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

Very truly yours,

  
Paul M. Gulko  
Manager

Enclosure

cc: The Board of Directors of the Association

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March 1, 2016

To: THE COMMISSIONER OF INSURANCE (the "Commissioner") AND THE MEMBER INSURERS OF THE DISTRICT OF COLUMBIA INSURANCE GUARANTY ASSOCIATION (the "Association")

Re: The Annual Report of the Association for the Year ending December 31, 2015

During 2015, there were no new insolvencies reported to the Association.

On October 30, 2015, the Board held its Annual Meeting in Groton, Connecticut, in conjunction with other meetings of the member guaranty associations of Guaranty Fund Management Services<sup>®</sup> ("GFMS<sup>®</sup>") and its committees. Larry Hinton, Joanne Locke, Paul Gulko, Dawne Mills, and Kathleen Lavin, were elected Chair, Vice-Chair, Manager, Claims Manager, and Treasurer, respectively, of the Association. In addition, the Board discussed and/or voted the following items:

The Board received the report of the Manager regarding the ballots transmitted by the member insurers with instructions to vote in favor of the following nominees as Directors: Government Employees Insurance Company and Liberty Mutual Insurance Company. The Chair thereupon directed the Manager to cast one vote for the nominees as directors for a three-year term, expiring in 2018.

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

The Board then 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 an assessment in the Other account in the amount of \$700,000 and an assessment in the Workers' Compensation account in the amount of \$3,215,999 be made.

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

GOVERNMENT EMPLOYEES INSURANCE COMPANY	Larry Hinton
LIBERTY MUTUAL INSURANCE COMPANY	Joanne Locke
MARYLAND CASUALTY COMPANY	Joyce Hall Mellinger
PROASSURANCE INDEMNITY COMPANY, INC.	Howard Friedman
NATIONAL UNION FIRE INSURANCE COMPANY OF PITTSBURG, PA	Steven Harris

STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY  
ALLSTATE INSURANCE COMPANY

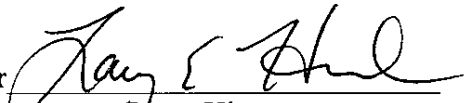
Peggy Echols  
L. Noel Patterson, Jr.

The Statement of Account of the Association, from inception through December 31, 2015, and its Balance Sheet for the same period, are attached hereto and made a part hereof.

Respectfully submitted,

The Board of Directors of the  
DISTRICT OF COLUMBIA INSURANCE  
GUARANTY ASSOCIATION

By its Chair

  
Larry Hinton

**DISTRICT OF COLUMBIA INSURANCE GUARANTY ASSOCIATION**  
**Balance Sheet**  
**December 31, 2015**  
**Inception**  
**To Date**

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**Assets:**

<b>Checking &amp; Short-Term Cash</b>	<b>\$3,609,516.85</b>
<b>Investments</b>	<b>31,472,158.66</b>

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<b>Total Assets</b>	<b>\$35,081,675.51</b>
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<b>Fund Balance</b>	<b>\$35,081,675.51</b>
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**District of Columbia Insurance Guaranty Association**  
**Statement of Cash Receipts and Disbursements**  
**From Inception Through December 31, 2015**  
**Total All Insolvencies**

	Year To Date	Inception To Date
<b>RECEIPTS:</b>		
Member Assessment Administrative	(\$32,178.28)	\$163,834.78
Member Assessment	3,775,800.00	62,730,002.00
Recovery	1,803,181.35	26,140,827.11
Interest Income	234,014.47	8,142,895.19
<b>Total Receipts</b>	<b>5,780,817.54</b>	<b>97,177,559.08</b>
<b>DISBURSEMENTS:</b>		
Claims Paid	678,750.33	23,648,318.86
Helmsman Claims Paid	477.88	618,455.77
Claims Expense Paid	79,682.63	4,590,185.59
Helmsman Claims Expense Paid	165.00	59,597.28
Premium Refund	1,478.90	161,580.58
<b>Member Refund</b>	<b>57.00</b>	<b>27,109,113.00</b>
<b>Operating Expenses:</b>		
G.F.M.S.	191,923.29	4,104,915.53
Legal & Audit	15,113.33	860,869.53
Travel	3,428.68	165,301.31
NCIGF Fee	32,557.00	420,008.89
Insurance	6,000.00	45,623.00
Other	3,065.31	94,600.86
Administrative Expense	-	217,313.37
<b>Total Operating Expenses</b>	<b>252,087.61</b>	<b>5,908,632.49</b>
<b>Total Disbursements</b>	<b>1,012,699.35</b>	<b>62,095,883.57</b>
<b>Funds Available</b>	<b>\$4,768,118.19</b>	<b>\$35,081,675.51</b>
<b>Reserves:</b>		
Claims Liability Other		328,788.15
Claims Expense Liability Other		21,113.33
<b>Subtotal Other</b>		<b>349,901.48</b>
Claims Liability Workers		31,164,861.37
Claims Expense Liability Workers		339,719.22
<b>Subtotal Workers</b>		<b>31,504,580.59</b>
<b>Total Reserves</b>		<b>\$31,854,482.07</b>
<b>Funds Available Per Account</b>		
Auto		\$1,129,859.21
Other		445,498.51
Workers		33,449,764.34
<b>Total</b>		<b>\$35,025,122.06</b>

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District of Columbia Insurance Guaranty Association  
Statement of Cash Receipts and Disbursements  
From Inception Through December 31, 2015  
Administrative

	Year To Date	Inception To Date
<b>RECEIPTS:</b>		
Member Assessment Administrative	\$29,874.78	\$2,240,913.55
Recovery	-	47,465.44
Interest Income	13,742.49	22,038.02
<b>Total Receipts</b>	<b>43,617.27</b>	<b>2,310,417.01</b>
<b>DISBURSEMENTS:</b>		
Operating Expenses:		
Other	-	1,000.00
Administrative Expense	-	41,697.26
<b>Total Operating Expenses</b>	<b>-</b>	<b>42,697.26</b>
<b>Total Disbursements</b>	<b>-</b>	<b>42,697.26</b>
<b>Funds Available</b>	<b>\$43,617.27</b>	<b>\$2,267,719.75</b>
<b>Reserves:</b>		
<b>Total Reserves</b>		<b>-</b>
<b>Funds Available Per Account</b>		
Auto		\$1,261,926.59
Other		819,302.41
Workers		129,937.30
<b>Total</b>		<b>\$2,211,166.30</b>

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**District of Columbia Insurance Guaranty Association  
Statement of Cash Receipts and Disbursements  
From Inception Through December 31, 2015  
Assessment by Account**

	Year To Date	Inception To Date
<b>RECEIPTS:</b>		
Member Assessment	\$3,775,798.00	\$6,275,778.00
Interest Income	23,819.95	55,687.82
<b>Total Receipts</b>	<b>3,799,617.95</b>	<b>6,331,465.82</b>
<b>DISBURSEMENTS:</b>		
Operating Expenses:		
<b>Total Operating Expenses</b>	-	-
<b>Total Disbursements</b>	-	-
<b>Funds Available</b>	<b>\$3,799,617.95</b>	<b>\$6,331,465.82</b>
<b>Reserves:</b>		
<b>Total Reserves</b>		-
<b>Funds Available Per Account</b>		
Auto		-
Other		693,317.00
Workers		5,638,148.82
<b>Total</b>		<b>\$6,331,465.82</b>

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**District of Columbia Insurance Guaranty Association**  
**Statement of Cash Receipts and Disbursements**  
**From Inception Through December 31, 2015**  
**Consolidated Statement of Closed Insolvencies**  
**Inception**  
**To Date**

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**RECEIPTS:**

Member Assessment Administrative	(\$1,377,960.07)
Member Assessment	16,528,464.00
Recovery	6,000,846.19
Interest Income	1,792,303.73
<b>Total Receipts</b>	<b>22,943,653.85</b>

**DISBURSEMENTS:**

Claims Paid	5,359,013.23
Helmsman Claims Paid	174,049.87
Claims Expense Paid	2,387,604.21
Helmsman Claims Expense Paid	16,086.09
Premium Refund	96,451.70
<b>Member Refund</b>	<b>12,336,166.00</b>
<b>Operating Expenses:</b>	
G.F.M.S.	1,886,192.82
Legal & Audit	351,049.43
Travel	67,980.41
NCIGF Fee	69,356.99
Other	33,449.72
Administrative Expense	166,253.38
<b>Total Operating Expenses</b>	<b>2,574,282.75</b>
<b>Total Disbursements</b>	<b>22,943,653.85</b>
<b>Funds Available</b>	<b>-</b>

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