



NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION

Statutory Financial Statements
December 31, 2016

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Financial Statements

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NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
BALANCE SHEET
AS OF DECEMBER 31, 2016

	LEDGER ASSETS	NON-LEDGER ASSETS	ASSETS NOT ADMITTED	ADMITTED ASSETS
ASSETS				
CASH	15,312,927	0	0	15,312,927
INVESTMENTS	62,284,184	0	0	62,284,184
INTEREST INCOME DUE OR ACCRUED	278,157	0	0	278,157
FIXED ASSETS	226,585	0	(226,585)	0
DATA PROCESSING EQUIPMENT	170,009	0	(29,604)	140,405
ACCOUNTS RECEIVABLE - CPIP PLAN	1,713,691	0	0	1,713,691
ACCOUNTS RECEIVABLE - OTHER	6,323,516	0	0	6,323,516
ACCOUNTS RECEIVABLE - ASSESSMENTS	4,234	0	0	4,234
ACCOUNTS RECEIVABLE - COMMISSION	2,162	0	(2,098)	64
ACCOUNTS RECEIVABLE - LATE FEES	7,105	0	0	7,105
PREPAID EXPENSES	1,605,559	0	(1,605,559)	0
TOTAL ASSETS	87,928,129	0	(1,863,846)	86,064,283
LIABILITIES & MEMBERS' SURPLUS				
LIABILITIES				
ACCOUNTS PAYABLE				890,168
BENEFIT PAYABLE				3,622
PREMIUM SUSPENSE				397,170
PREMIUM REFUND				23,262
COMMISSION PAYABLE				1,371,722
ACCRUAL-PREMIUM TAX				147,102
ACCRUAL-POST RETIREMENT				2,354,626
ACCRUAL-PENSION				1,380,433
ACCRUAL-RENT				183,474
CLAIMS PAYABLE				281,018
PREPAID PREMIUMS				1,946,091
UNCLAIMED CHECKS				1,377,430
TOTAL LIABILITIES				10,356,118
RESERVES FOR				
UNPAID LOSSES (INCL. IBNR)				7,853,501
UNPAID LAE RESERVES				1,945,609
UNEARNED PREMIUMS				40,003,348
TOTAL RESERVES				49,802,458
MEMBERS' SURPLUS				25,905,707
TOTAL LIABILITIES & MEMBERS' SURPLUS				86,064,283

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
INCOME STATEMENT AND MEMBERS' ACCOUNT
FOR THE PERIOD ENDED DECEMBER 31, 2016

	QUARTER TO DATE	YEAR TO DATE
UNDERWRITING INCOME		
PREMIUMS EARNED	19,502,535	75,762,617
CEDED REINSURANCE PREMIUM	1,923,750	7,862,554
NET PREMIUMS EARNED	17,578,785	67,900,063
DEDUCTIONS		
LOSSES INCURRED	38,711,074	66,841,371
LOSS EXPENSE INCURRED	6,978,791	9,933,010
OPERATING EXPENSE INCURRED	4,731,824	17,782,560
PREMIUM TAXES	462,728	2,148,247
TOTAL DEDUCTIONS	50,884,417	96,705,188
OTHER INCOME		
MISCELLANEOUS INCOME	154,189	270,331
NET UNDERWRITING GAIN OR (LOSS)	(33,151,443)	(28,534,794)
INVESTMENT INCOME		
INVESTMENT INCOME	189,660	912,559
NET INCOME OR (LOSS)	(32,961,783)	(27,622,235)
MEMBERS' ACCOUNT		
MEMBERS' SURPLUS (PRIOR PERIOD)	28,146,251	22,960,121
NET INCOME OR (LOSS)	(32,961,783)	(27,622,235)
CHANGE IN ASSETS NOT ADMITTED ASSESSMENTS OR (DISTRIBUTIONS)	(328,981)	(482,399)
MINIMUM PENSION LIABILITY	30,544,690	30,544,690
MINIMUM PENSION LIABILITY	505,530	505,530
NET CHANGE IN MEMBERS' SURPLUS	(2,240,544)	2,945,586
MEMBERS' SURPLUS (CURRENT PERIOD)	25,905,707	25,905,707

The Aggregate Liability for the Association as of December 31, 2016 is \$17,113,601,004.

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
FOR THE PERIOD ENDED DECEMBER 31, 2016

	QUARTER TO DATE								TOTAL
	2016	2015	2014	2013	2012 SP ¹	2012	2011	CLOSED YEARS 2003 - 2010	
INCOME RECEIVED									
PREMIUMS WRITTEN	18,492,553	(78,190)	0	0	0	0	0	0	18,414,363
CEDED REINSURANCE	(1,923,750)	0	0	0	0	0	0	0	(1,923,750)
INTEREST RECEIVED	189,660	0	0	0	0	0	0	0	189,660
MISCELLANEOUS INCOME	154,189	0	0	0	0	0	0	0	154,189
TOTAL INCOME	16,912,652	(78,190)	0	0	0	0	0	0	16,834,462
EXPENSES PAID									
LOSSES	29,179,837	7,147,419	53,808	9,159	0	0	0	0	36,390,223
LOSS ADJUSTMENT EXPENSES	4,755,952	908,546	14,443	2,280	0	0	0	0	5,681,221
COMMISSION	2,693,430	(11,729)	0	0	0	0	0	0	2,681,701
PREMIUM TAX	462,728	0	0	0	0	0	0	0	462,728
ADMINISTRATIVE EXPENSES	2,050,123	0	0	0	0	0	0	0	2,050,123
TOTAL EXPENSES PAID	39,142,070	8,044,236	68,251	11,439	0	0	0	0	47,265,996
NET CASH CHANGE	(22,229,418)	(8,122,426)	(68,251)	(11,439)	0	0	0	0	(30,431,534)
RESERVES:									
DEDUCT: (CURRENT PERIOD)									
LOSSES (INCL. IBNR.)	7,156,980	632,521	16,000	48,000	0	0	0	0	7,853,501
LOSS ADJUSTMENT EXPENSES	1,856,873	80,981	2,100	5,655	0	0	0	0	1,945,609
UNEARNED PREMIUMS	40,003,348	0	0	0	0	0	0	0	40,003,348
ADD: (PRIOR PERIOD)									
LOSSES (INCL. IBNR)	3,924,556	1,374,995	50,999	182,100	0	0	0	0	5,532,650
LOSS ADJUSTMENT EXPENSES	465,790	157,472	5,739	19,038	0	0	0	0	648,039
UNEARNED PREMIUMS	39,042,825	2,048,695	0	0	0	0	0	0	41,091,520
NET RESERVE CHANGE	(5,584,030)	2,867,660	38,638	147,483	0	0	0	0	(2,530,249)
NET OTHER CHANGES									
MINIMUM PENSION LIABILITY	505,530	0	0	0	0	0	0	0	505,530
ASSETS NOT ADMITTED	(328,981)	0	0	0	0	0	0	0	(328,981)
TOTAL NET OTHER CHANGES	176,549	0	0	0	0	0	0	0	176,549
ASSESSMENTS	55,300,000	0	0	0	0	0	0	0	55,300,000
DISTRIBUTIONS	0	0	0	0	(1,723,835)	1,203,326	3,839,743	(28,074,544)	(24,755,310)
INSOLVENT MEMBERS	0	0	130,260	0	(35)	23	6,412	(136,660)	0
CLOSED YEARS	0	0	0	0	0	0	0	0	0
CHANGE IN MEMBERS' SURPLUS	27,663,101	(5,254,766)	100,647	136,044	(1,723,870)	1,203,349	3,846,155	(28,211,204)	(2,240,544)

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT
FOR THE PERIOD ENDED DECEMBER 31, 2016

	YEAR TO DATE								TOTAL
	2016	2015	2014	2013	2012 SP ¹	2012	2011	CLOSED YEARS 2003 - 2010	
INCOME RECEIVED									
PREMIUMS WRITTEN	79,894,928	(1,452,461)	0	0	0	0	0	0	78,442,467
CEDED REINSURANCE	(5,129,999)	(2,732,555)	0	0	0	0	0	0	(7,862,554)
INTEREST RECEIVED	912,559	0	0	0	0	0	0	0	912,559
MISCELLANEOUS INCOME	270,331	0	0	0	0	0	0	0	270,331
TOTAL INCOME	75,947,819	(4,185,016)	0	0	0	0	0	0	71,762,803
EXPENSES PAID									
LOSSES	38,465,666	23,636,266	657,735	131,887	6,048	9,700	3,192	0	62,910,494
LOSS ADJUSTMENT EXPENSES	6,631,802	2,309,715	88,296	8,049	7,856	1,643	0	0	9,047,361
COMMISSION	12,018,801	(217,869)	0	0	0	0	0	0	11,800,932
PREMIUM TAX	2,148,247	0	0	0	0	0	0	0	2,148,247
ADMINISTRATIVE EXPENSES	5,981,628	0	0	0	0	0	0	0	5,981,628
TOTAL EXPENSES PAID	65,246,144	25,728,112	746,031	139,936	13,904	11,343	3,192	0	91,888,662
NET CASH CHANGE	10,701,675	(29,913,128)	(746,031)	(139,936)	(13,904)	(11,343)	(3,192)	0	(20,125,859)
RESERVES:									
DEDUCT: (CURRENT PERIOD)									
LOSSES (INCL. IBNR)	7,156,980	632,521	16,000	48,000	0	0	0	0	7,853,501
LOSS ADJUSTMENT EXPENSES	1,856,873	80,981	2,100	5,655	0	0	0	0	1,945,609
UNEARNED PREMIUMS	40,003,348	0	0	0	0	0	0	0	40,003,348
ADD: (PRIOR PERIOD)									
LOSSES (INCL. IBNR)	0	3,097,345	611,180	214,099	0	0	0	0	3,922,624
LOSS ADJUSTMENT EXPENSES	0	973,882	63,747	22,331	0	0	0	0	1,059,960
UNEARNED PREMIUMS	0	37,323,498	0	0	0	0	0	0	37,323,498
NET RESERVE CHANGE	(49,017,201)	40,681,223	656,827	182,775	0	0	0	0	(7,496,376)
NET OTHER CHANGES									
MINIMUM PENSION LIABILITY	505,530	0	0	0	0	0	0	0	505,530
ASSETS NOT ADMITTED	(482,399)	0	0	0	0	0	0	0	(482,399)
TOTAL NET OTHER CHANGES	23,131	0	0	0	0	0	0	0	23,131
ASSESSMENTS	55,300,000	0	0	0	0	0	0	0	55,300,000
DISTRIBUTIONS	0	0	0	0	(1,723,835)	1,203,326	3,839,743	(28,074,544)	(24,755,310)
INSOLVENT MEMBERS	0	0	130,260	0	(35)	23	6,412	(136,660)	0
CLOSED YEARS	0	0	0	0	0	0	0	0	0
CHANGE IN MEMBERS' SURPLUS	17,007,605	10,768,095	41,056	42,839	(1,737,774)	1,192,006	3,842,963	(28,211,204)	2,945,586

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
MEMBERS' ACCOUNT FOR UNSETTLED YEARS
AS OF DECEMBER 31, 2016

	2016	2015	2014	2013	2012 SP ¹	2012	2011	CLOSED YEARS 2003 - 2010	TOTAL
INCOME RECEIVED									
PREMIUMS WRITTEN	79,894,928	72,727,436	63,420,647	51,883,482	9,105,316	34,178,766	25,652,128	0	336,862,703
CEDED REINSURANCE	(5,129,999)	(8,244,266)	(11,656,004)	(11,099,303)	0	(11,781,803)	(11,874,590)	0	(59,785,965)
INTEREST RECEIVED	912,559	722,752	590,770	146,252	132,903	853,131	1,502,084	0	4,860,451
MISCELLANEOUS INCOME	270,331	218,652	93,937	96,178	(2,608)	(4,338)	32,118	0	704,270
TOTAL INCOME	75,947,819	65,424,574	52,449,350	41,026,609	9,235,611	23,245,756	15,311,740	0	282,641,459
EXPENSES PAID									
LOSSES	38,465,666	35,570,317	28,958,922	23,579,443	4,381,456	14,384,316	29,415,178	0	174,755,298
LOSS ADJUSTMENT EXPENSES	6,631,802	4,631,982	3,127,918	2,462,390	356,290	1,196,679	3,264,849	0	21,671,910
COMMISSION	12,018,801	11,031,577	9,858,257	7,896,417	1,345,779	5,070,837	3,790,105	0	51,011,773
PREMIUM TAX	2,148,247	2,045,876	1,733,829	1,474,974	292,140	952,649	697,226	0	9,344,941
ADMINISTRATIVE EXPENSES	5,981,628	5,095,289	5,574,135	4,383,744	1,020,633	2,762,867	2,413,922	0	27,232,218
TOTAL EXPENSES PAID	65,246,144	58,375,041	49,253,061	39,796,968	7,396,298	24,367,348	39,581,280	0	284,016,140
NET CASH CHANGE	10,701,675	7,049,533	3,196,289	1,229,641	1,839,313	(1,121,592)	(24,269,540)	0	(1,374,681)
RESERVES:									
DEDUCT: (CURRENT PERIOD)									
LOSSES (INCL. IBNR.)	7,156,980	632,521	16,000	48,000	0	0	0	0	7,853,501
LOSS ADJUSTMENT EXPENSES	1,856,873	80,981	2,100	5,655	0	0	0	0	1,945,609
UNEARNED PREMIUMS	40,003,348	0	0	0	0	0	0	0	40,003,348
RESERVES	49,017,201	713,502	18,100	53,655	0	0	0	0	49,802,458
NET OTHER CHANGES									
ASSETS NOT ADMITTED	(482,399)	(729,252)	(224,483)	(236,573)	(91,491)	(3,311)	102,126	0	(1,665,383)
PRIOR PERIOD ADJUSTMENT	0	0	0	0	0	0	0	0	0
MINIMUM PENSION LIABILITY	505,530	(186,680)	(766,990)	221,614	(23,952)	(78,446)	(49,606)	0	(378,530)
TOTAL NET OTHER CHANGES	23,131	(915,932)	(991,473)	(14,959)	(115,443)	(81,757)	52,520	0	(2,043,913)
ASSESSMENTS	55,300,000	0	0	0	0	0	20,370,865	0	75,670,865
DISTRIBUTIONS	0	0	0	0	(1,723,835)	1,203,326	3,839,743	(28,074,544)	(24,755,310)
INSOLVENT MEMBERS	0	0	130,260	0	(35)	23	6,412	(136,660)	0
CLOSED YEARS	0	0	0	0	0	0	0	28,211,204	28,211,204
MEMBERS' SURPLUS	17,007,605	5,420,099	2,316,976	1,161,027	0	0	0	0	25,905,707

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF PREMIUMS
FOR THE PERIOD ENDED DECEMBER 31, 2016

	QUARTER TO DATE			YEAR TO DATE		
	2016	2015	TOTAL	2016	2015	TOTAL
PREMIUMS WRITTEN						
RESIDENTIAL - FIRE	7,860,675	(38,112)	7,822,563	33,665,727	(665,108)	33,000,619
RESIDENTIAL - EC	9,920,071	(30,234)	9,889,837	42,645,797	(710,611)	41,935,186
COMMERCIAL - FIRE	246,461	(93)	246,368	1,278,738	(37,301)	1,241,437
COMMERCIAL - EC	385,271	(9,663)	375,608	1,940,318	(38,219)	1,902,099
CRIME - RESIDENTIAL	79,683	(88)	79,595	361,093	(1,222)	359,871
CRIME - COMMERCIAL	392	0	392	3,255	0	3,255
TOTAL	18,492,553	(78,190)	18,414,363	79,894,928	(1,452,461)	78,442,467
UNEARNED PREMIUMS (PRIOR PERIOD)						
RESIDENTIAL - FIRE	16,345,714	876,346	17,222,060	0	15,767,461	15,767,461
RESIDENTIAL - EC	20,925,080	1,088,126	22,013,206	0	19,996,730	19,996,730
COMMERCIAL - FIRE	637,983	30,291	668,274	0	586,945	586,945
COMMERCIAL - EC	955,263	43,834	999,097	0	789,400	789,400
CRIME - RESIDENTIAL	177,178	10,095	187,273	0	182,627	182,627
CRIME - COMMERCIAL	1,607	3	1,610	0	335	335
TOTAL	39,042,825	2,048,695	41,091,520	0	37,323,498	37,323,498
UNEARNED PREMIUMS (CURRENT PERIOD)						
RESIDENTIAL - FIRE	16,830,390	0	16,830,390	16,830,390	0	16,830,390
RESIDENTIAL - EC	21,485,409	0	21,485,409	21,485,409	0	21,485,409
COMMERCIAL - FIRE	596,419	0	596,419	596,419	0	596,419
COMMERCIAL - EC	914,066	0	914,066	914,066	0	914,066
CRIME - RESIDENTIAL	175,862	0	175,862	175,862	0	175,862
CRIME - COMMERCIAL	1,202	0	1,202	1,202	0	1,202
TOTAL	40,003,348	0	40,003,348	40,003,348	0	40,003,348
EARNED PREMIUMS						
RESIDENTIAL - FIRE	7,375,999	838,234	8,214,233	16,835,337	15,102,353	31,937,690
RESIDENTIAL - EC	9,359,742	1,057,892	10,417,634	21,160,388	19,286,119	40,446,507
COMMERCIAL - FIRE	288,025	30,198	318,223	682,319	549,644	1,231,963
COMMERCIAL - EC	426,468	34,171	460,639	1,026,252	751,181	1,777,433
CRIME - RESIDENTIAL	80,999	10,007	91,006	185,231	181,405	366,636
CRIME - COMMERCIAL	797	3	800	2,053	335	2,388
TOTAL	17,532,030	1,970,505	19,502,535	39,891,580	35,871,037	75,762,617
CEDED REINSURANCE PREMIUM						
RESIDENTIAL - FIRE	0	0	0	0	0	0
RESIDENTIAL - EC	1,858,748	0	1,858,748	4,956,660	2,640,223	7,596,883
COMMERCIAL - FIRE	0	0	0	0	0	0
COMMERCIAL - EC	65,002	0	65,002	173,339	92,332	265,671
CRIME - RESIDENTIAL	0	0	0	0	0	0
CRIME - COMMERCIAL	0	0	0	0	0	0
TOTAL	1,923,750	0	1,923,750	5,129,999	2,732,555	7,862,554
NET EARNED PREMIUMS						
RESIDENTIAL - FIRE	7,375,999	838,234	8,214,233	16,835,337	15,102,353	31,937,690
RESIDENTIAL - EC	7,500,994	1,057,892	8,558,886	16,203,728	16,645,896	32,849,624
COMMERCIAL - FIRE	288,025	30,198	318,223	682,319	549,644	1,231,963
COMMERCIAL - EC	361,466	34,171	395,637	852,913	658,849	1,511,762
CRIME - RESIDENTIAL	80,999	10,007	91,006	185,231	181,405	366,636
CRIME - COMMERCIAL	797	3	800	2,053	335	2,388
TOTAL	15,608,280	1,970,505	17,578,785	34,761,581	33,138,482	67,900,063

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE PERIOD ENDED DECEMBER 31, 2016

	QUARTER TO DATE							TOTAL
	2016	2015	2014	2013	2012 SP ¹	2012	2011	
PAID LOSSES								
RESIDENTIAL - FIRE	4,355,148	1,001,124	38,013	(756)	0	0	0	5,393,529
RESIDENTIAL - EC	24,273,642	5,700,803	28,349	9,915	0	0	0	30,012,709
COMMERCIAL - FIRE	63,773	1,183	0	0	0	0	0	64,956
COMMERCIAL - EC	469,055	444,309	(12,554)	0	0	0	0	900,810
CRIME - RESIDENTIAL	18,219	0	0	0	0	0	0	18,219
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	29,179,837	7,147,419	53,808	9,159	0	0	0	36,390,223
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	4,195,156	332,156	6,000	48,000	0	0	0	4,581,312
RESIDENTIAL - EC	2,797,950	287,868	10,000	0	0	0	0	3,095,818
COMMERCIAL - FIRE	14,784	0	0	0	0	0	0	14,784
COMMERCIAL - EC	124,061	12,497	0	0	0	0	0	136,558
CRIME - RESIDENTIAL	25,029	0	0	0	0	0	0	25,029
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	7,156,980	632,521	16,000	48,000	0	0	0	7,853,501
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	1,775,444	696,614	38,500	48,001	0	0	0	2,558,559
RESIDENTIAL - EC	1,657,977	420,883	12,499	1,099	0	0	0	2,092,458
COMMERCIAL - FIRE	148,989	250,000	0	133,000	0	0	0	531,989
COMMERCIAL - EC	326,141	7,498	0	0	0	0	0	333,639
CRIME - RESIDENTIAL	16,005	0	0	0	0	0	0	16,005
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	3,924,556	1,374,995	50,999	182,100	0	0	0	5,532,650
INCURRED LOSSES								
RESIDENTIAL - FIRE	6,774,860	636,666	5,513	(757)	0	0	0	7,416,282
RESIDENTIAL - EC	25,413,615	5,567,788	25,850	8,816	0	0	0	31,016,069
COMMERCIAL - FIRE	(70,432)	(248,817)	0	(133,000)	0	0	0	(452,249)
COMMERCIAL - EC	266,975	449,308	(12,554)	0	0	0	0	703,729
CRIME - RESIDENTIAL	27,243	0	0	0	0	0	0	27,243
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	32,412,261	6,404,945	18,809	(124,941)	0	0	0	38,711,074

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE PERIOD ENDED DECEMBER 31, 2016

	YEAR TO DATE							
	2016	2015	2014	2013	2012 SP ¹	2012	2011	TOTAL
PAID LOSSES								
RESIDENTIAL - FIRE	9,478,368	9,823,202	446,734	88,206	0	9,700	3,192	19,849,402
RESIDENTIAL - EC	27,961,502	12,684,473	223,555	43,681	6,048	0	0	40,919,259
COMMERCIAL - FIRE	383,388	233,556	0	0	0	0	0	616,944
COMMERCIAL - EC	601,738	822,074	(12,554)	0	0	0	0	1,411,258
CRIME - RESIDENTIAL	40,670	72,961	0	0	0	0	0	113,631
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	38,465,666	23,636,266	657,735	131,887	6,048	9,700	3,192	62,910,494
OUTSTANDING LOSSES (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	4,195,156	332,156	6,000	48,000	0	0	0	4,581,312
RESIDENTIAL - EC	2,797,950	287,868	10,000	0	0	0	0	3,095,818
COMMERCIAL - FIRE	14,784	0	0	0	0	0	0	14,784
COMMERCIAL - EC	124,061	12,497	0	0	0	0	0	136,558
CRIME - RESIDENTIAL	25,029	0	0	0	0	0	0	25,029
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	7,156,980	632,521	16,000	48,000	0	0	0	7,853,501
OUTSTANDING LOSSES (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	0	2,253,157	532,586	49,500	0	0	0	2,835,243
RESIDENTIAL - EC	0	745,855	78,594	31,599	0	0	0	856,048
COMMERCIAL - FIRE	0	4,328	0	0	0	0	0	4,328
COMMERCIAL - EC	0	59,397	0	133,000	0	0	0	192,397
CRIME - RESIDENTIAL	0	34,608	0	0	0	0	0	34,608
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	0	3,097,345	611,180	214,099	0	0	0	3,922,624
INCURRED LOSSES								
RESIDENTIAL - FIRE	13,673,524	7,902,201	(79,852)	86,706	0	9,700	3,192	21,595,471
RESIDENTIAL - EC	30,759,452	12,226,486	154,961	12,082	6,048	0	0	43,159,029
COMMERCIAL - FIRE	398,172	229,228	0	0	0	0	0	627,400
COMMERCIAL - EC	725,799	775,174	(12,554)	(133,000)	0	0	0	1,355,419
CRIME - RESIDENTIAL	65,699	38,353	0	0	0	0	0	104,052
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	45,622,646	21,171,442	62,555	(34,212)	6,048	9,700	3,192	66,841,371

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSSES
FOR THE PERIOD ENDED DECEMBER 31, 2016

IBNR TOTALS

	2016	2015	2014	2013	2012 SP ¹	2012	2011	TOTAL
IBNR (CURRENT PERIOD)								
RESIDENTIAL - FIRE	2,257,647	0	0	0	0	0	0	2,257,647
RESIDENTIAL - EC	1,525,603	0	0	0	0	0	0	1,525,603
COMMERCIAL - FIRE	7,286	0	0	0	0	0	0	7,286
COMMERCIAL - EC	67,295	0	0	0	0	0	0	67,295
CRIME - RESIDENTIAL	12,334	0	0	0	0	0	0	12,334
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	3,870,165	0	0	0	0	0	0	3,870,165
IBNR (PRIOR PERIOD)								
RESIDENTIAL - FIRE	683,011	0	0	0	0	0	0	683,011
RESIDENTIAL - EC	11,453,424	0	0	0	0	0	0	11,453,424
COMMERCIAL - FIRE	99,749	0	0	0	0	0	0	99,749
COMMERCIAL - EC	245,698	0	0	0	0	0	0	245,698
CRIME - RESIDENTIAL	1,937	0	0	0	0	0	0	1,937
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	12,483,819	0	0	0	0	0	0	12,483,819

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
FOR THE PERIOD ENDED DECEMBER 31, 2016

QUARTER TO DATE

	2016	2015	2014	2013	2012 SP ¹	2012	2011	TOTAL
LOSS EXPENSES PAID								
RESIDENTIAL - FIRE	243,080	58,965	2,599	1,706	0	0	0	306,350
RESIDENTIAL - EC	4,415,842	818,085	7,326	574	0	0	0	5,241,827
COMMERCIAL - FIRE	8,148	4,559	0	0	0	0	0	12,707
COMMERCIAL - EC	85,274	26,937	4,518	0	0	0	0	116,729
CRIME - RESIDENTIAL	3,608	0	0	0	0	0	0	3,608
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	4,755,952	908,546	14,443	2,280	0	0	0	5,681,221
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	1,068,910	39,135	707	5,655	0	0	0	1,114,407
RESIDENTIAL - EC	745,337	40,110	1,393	0	0	0	0	786,840
COMMERCIAL - FIRE	3,596	0	0	0	0	0	0	3,596
COMMERCIAL - EC	32,943	1,736	0	0	0	0	0	34,679
CRIME - RESIDENTIAL	6,087	0	0	0	0	0	0	6,087
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	1,856,873	80,981	2,100	5,655	0	0	0	1,945,609
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	194,406	72,779	4,022	5,015	0	0	0	276,222
RESIDENTIAL - EC	216,065	57,805	1,717	151	0	0	0	275,738
COMMERCIAL - FIRE	17,419	26,075	0	13,872	0	0	0	57,366
COMMERCIAL - EC	36,174	813	0	0	0	0	0	36,987
CRIME - RESIDENTIAL	1,726	0	0	0	0	0	0	1,726
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	465,790	157,472	5,739	19,038	0	0	0	648,039
INCURRED LOSS EXPENSE								
RESIDENTIAL - FIRE	1,117,584	25,321	(716)	2,346	0	0	0	1,144,535
RESIDENTIAL - EC	4,945,114	800,390	7,002	423	0	0	0	5,752,929
COMMERCIAL - FIRE	(5,675)	(21,516)	0	(13,872)	0	0	0	(41,063)
COMMERCIAL - EC	82,043	27,860	4,518	0	0	0	0	114,421
CRIME - RESIDENTIAL	7,969	0	0	0	0	0	0	7,969
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	6,147,035	832,055	10,804	(11,103)	0	0	0	6,978,791

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
FOR THE PERIOD ENDED DECEMBER 31, 2016

YEAR TO DATE

	2016	2015	2014	2013	2012 SP ¹	2012	2011	TOTAL
LOSS EXPENSES PAID								
RESIDENTIAL - FIRE	721,335	389,317	32,383	4,565	7,157	1,643	0	1,156,400
RESIDENTIAL - EC	5,762,613	1,851,965	51,091	3,484	699	0	0	7,669,852
COMMERCIAL - FIRE	21,830	10,337	0	0	0	0	0	32,167
COMMERCIAL - EC	114,840	51,918	4,518	0	0	0	0	171,276
CRIME - RESIDENTIAL	11,184	6,178	304	0	0	0	0	17,666
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	6,631,802	2,309,715	88,296	8,049	7,856	1,643	0	9,047,361
UNPAID LOSS EXPENSE (CURRENT PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	1,068,910	39,135	707	5,655	0	0	0	1,114,407
RESIDENTIAL - EC	745,337	40,110	1,393	0	0	0	0	786,840
COMMERCIAL - FIRE	3,596	0	0	0	0	0	0	3,596
COMMERCIAL - EC	32,943	1,736	0	0	0	0	0	34,679
CRIME - RESIDENTIAL	6,087	0	0	0	0	0	0	6,087
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	1,856,873	80,981	2,100	5,655	0	0	0	1,945,609
UNPAID LOSS EXPENSE (PRIOR PERIOD INCL. IBNR)								
RESIDENTIAL - FIRE	0	705,419	55,550	5,163	0	0	0	766,132
RESIDENTIAL - EC	0	219,825	8,197	3,296	0	0	0	231,318
COMMERCIAL - FIRE	0	1,169	0	0	0	0	0	1,169
COMMERCIAL - EC	0	38,117	0	13,872	0	0	0	51,989
CRIME - RESIDENTIAL	0	9,352	0	0	0	0	0	9,352
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	0	973,882	63,747	22,331	0	0	0	1,059,960
INCURRED LOSS EXPENSE								
RESIDENTIAL - FIRE	1,790,245	(276,967)	(22,460)	5,057	7,157	1,643	0	1,504,675
RESIDENTIAL - EC	6,507,950	1,672,250	44,287	188	699	0	0	8,225,374
COMMERCIAL - FIRE	25,426	9,168	0	0	0	0	0	34,594
COMMERCIAL - EC	147,783	15,537	4,518	(13,872)	0	0	0	153,966
CRIME - RESIDENTIAL	17,271	(3,174)	304	0	0	0	0	14,401
CRIME - COMMERCIAL	0	0	0	0	0	0	0	0
TOTAL	8,488,675	1,416,814	26,649	(8,627)	7,856	1,643	0	9,933,010

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
REPORT OF NAMED STORM LOSSES
AS OF DECEMBER 31, 2016

CAT NUMBER	POLICY YEAR	CAT DATE	BUSINESS	LOSSES		ALLOCATED CLAIMS EXPENSE	
				OUTSTANDING	PAID	OUTSTANDING	PAID
HERMAINE							
1646	01/01/15 12/31/15	09/02/16 09/04/16	HABITATIONAL	163,347	316,765	16,335	49,883
	01/01/15 12/31/15	09/02/16 09/04/16	COMMERCIAL	4,999	91,494	500	3,315
			TOTAL	<u>168,346</u>	<u>408,259</u>	<u>16,835</u>	<u>53,198</u>
1646	01/01/16 12/31/16	09/02/16 09/04/16	HABITATIONAL	408,919	719,790	40,892	122,627
	01/01/16 12/31/16	09/02/16 09/04/16	COMMERCIAL	209,998	34,248	21,000	5,622
			TOTAL	<u>618,917</u>	<u>754,038</u>	<u>61,892</u>	<u>128,249</u>
			TOTAL HERMAINE	<u>787,263</u>	<u>1,162,297</u>	<u>78,726</u>	<u>181,447</u>
MATTHEW							
1650	01/01/15 12/31/15	09/02/16 09/04/16	HABITATIONAL	238,458	5,110,738	23,846	731,193
	01/01/15 12/31/15	09/02/16 09/04/16	COMMERCIAL	9,998	308,874	1,000	23,802
			TOTAL	<u>248,456</u>	<u>5,419,612</u>	<u>24,846</u>	<u>754,994</u>
1650	01/01/16 12/31/16	09/02/16 09/04/16	HABITATIONAL	936,618	22,837,448	93,662	3,313,593
	01/01/16 12/31/16	09/02/16 09/04/16	COMMERCIAL	29,994	430,197	2,999	59,067
			TOTAL	<u>966,612</u>	<u>23,267,645</u>	<u>96,661</u>	<u>3,372,659</u>
			TOTAL MATTHEW	<u>1,215,068</u>	<u>28,687,257</u>	<u>121,507</u>	<u>4,127,653</u>

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF DECEMBER 31, 2016

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
ALAMANCE	176,161,906	1,539	7,488,321	21	183,650,227	1,560
ALEXANDER	49,345,493	507	1,147,000	10	50,492,493	517
ALLEGHANY	16,642,868	167	285,000	4	16,927,868	171
ANSON	52,578,382	709	3,332,700	15	55,911,082	724
ASHE	39,342,861	359	100,000	1	39,442,861	360
AVERY	39,972,400	339	781,400	2	40,753,800	341
BEAUFORT	228,506,035	2,411	18,311,153	83	246,817,188	2,494
BERTIE	89,104,541	1,108	5,625,800	45	94,730,341	1,153
BLADEN	140,699,346	2,017	5,314,822	37	146,014,168	2,054
BRUNSWICK	937,918,294	9,817	15,325,930	84	953,244,224	9,901
BUNCOMBE	211,858,026	1,601	3,061,000	10	214,919,026	1,611
BURKE	116,815,840	1,186	6,548,900	17	123,364,740	1,203
CABARRUS	147,452,429	1,157	7,236,760	18	154,689,189	1,175
CALDWELL	121,414,107	1,299	3,067,850	18	124,481,957	1,317
CAMDEN	39,550,784	306	311,600	6	39,862,384	312
CARTERET	456,370,367	4,602	12,699,743	63	469,070,110	4,665
CASWELL	29,908,284	404	723,000	11	30,631,284	415
CATAWBA	203,154,564	1,769	12,949,496	37	216,104,060	1,806
CHATHAM	91,552,840	790	2,690,000	9	94,242,840	799
CHEROKEE	30,208,752	288	1,537,800	5	31,746,552	293
CHOWAN	54,755,945	483	2,616,655	19	57,372,600	502
CLAY	28,291,537	239	264,000	1	28,555,537	240
CLEVELAND	164,225,268	1,318	8,004,283	29	172,229,551	1,347
COLUMBUS	287,814,384	3,799	11,193,800	62	299,008,184	3,861
CRAVEN	296,109,907	2,576	16,014,014	63	312,123,921	2,639
CUMBERLAND	468,205,925	4,494	47,658,362	79	515,864,287	4,573
CURRITUCK	148,154,887	1,217	7,697,818	30	155,852,705	1,247
DARE	116,752,819	886	12,963,300	47	129,716,119	933
DAVIDSON	182,882,982	1,590	14,690,940	45	197,573,922	1,635
DAVIE	34,000,539	300	105,000	1	34,105,539	301
DUPLIN	232,586,204	2,568	10,524,261	68	243,110,465	2,636
DURHAM	207,660,698	1,588	14,850,267	34	222,510,965	1,622
EDGECOMBE	157,423,133	1,659	10,400,364	46	167,823,497	1,705
FORSYTH	316,486,677	2,419	19,254,082	35	335,740,759	2,454
FRANKLIN	78,872,197	889	2,464,900	18	81,337,097	907
GASTON	240,116,085	2,168	21,547,401	76	261,663,486	2,244
GATES	68,944,353	648	575,700	5	69,520,053	653
GRAHAM	17,870,763	140	64,000	1	17,934,763	141
GRANVILLE	68,991,772	653	1,471,800	6	70,463,572	659
GREENE	75,889,322	802	3,869,100	24	79,758,422	826
GUILFORD	388,878,084	3,195	94,834,347	82	483,712,431	3,277
HALIFAX	219,972,273	2,427	7,942,780	73	227,915,053	2,500
HARNETT	235,945,023	2,489	4,023,070	33	239,968,093	2,522
HAYWOOD	114,975,832	807	2,553,000	5	117,528,832	812
HENDERSON	96,239,561	766	1,647,600	9	97,887,161	775
HERTFORD	86,428,768	895	4,642,474	20	91,071,242	915
HOKE	102,860,631	1,274	5,965,260	23	108,825,891	1,297
HYDE	19,951,841	258	5,406,804	19	25,358,645	277
IREDELL	180,345,167	1,521	6,755,460	25	187,100,627	1,546
JACKSON	63,226,275	453	1,592,600	6	64,818,875	459
JOHNSTON	342,864,808	3,373	11,363,350	83	354,228,158	3,456
JONES	31,074,239	415	1,320,700	10	32,394,939	425
LEE	72,358,324	709	2,353,480	15	74,711,804	724

NORTH CAROLINA JOINT UNDERWRITING ASSOCIATION
FAIR PLAN
AS OF DECEMBER 31, 2016

AGGREGATE LIABILITY BY COUNTIES

COUNTY	RESIDENTIAL		COMMERCIAL		TOTAL	
	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT	FAIR LIABILITY *	FAIR COUNT
LENOIR	226,467,714	2,407	25,362,303	57	251,830,017	2,464
LINCOLN	108,184,330	918	2,841,270	15	111,025,600	933
MCDOWELL	78,673,895	866	1,550,500	7	80,224,395	873
MACON	56,171,551	495	0	0	56,171,551	495
MADISON	32,407,426	287	1,325,000	4	33,732,426	291
MARTIN	131,946,096	1,343	9,122,480	61	141,068,576	1,404
MECKLENBURG	349,501,791	2,302	13,207,200	32	362,708,991	2,334
MITCHELL	40,451,818	364	250,000	1	40,701,818	365
MONTGOMERY	90,585,956	1,085	7,465,824	34	98,051,780	1,119
MOORE	87,435,780	899	2,975,350	15	90,411,130	914
NASH	257,627,329	2,358	10,991,025	43	268,618,354	2,401
NEW HANOVER	933,260,733	6,389	16,396,635	82	949,657,368	6,471
NORTHAMPTON	87,916,111	1,044	1,549,166	17	89,465,277	1,061
ONSLOW	553,640,210	5,230	25,842,050	74	579,482,260	5,304
ORANGE	86,567,667	583	1,738,800	5	88,306,467	588
PAMLICO	65,044,521	753	3,869,780	11	68,914,301	764
PASQUOTANK	158,784,606	1,361	12,141,649	47	170,926,255	1,408
PENDER	259,128,470	2,869	4,790,350	31	263,918,820	2,900
PERQUIMANS	67,500,265	567	1,147,700	12	68,647,965	579
PERSON	63,274,777	688	1,567,262	13	64,842,039	701
PITT	531,919,841	4,204	22,688,097	92	554,607,938	4,296
POLK	32,270,261	245	1,521,300	6	33,791,561	251
RANDOLPH	139,787,077	1,357	3,296,160	21	143,083,237	1,378
RICHMOND	118,790,502	1,596	8,312,780	38	127,103,282	1,634
ROBESON	486,958,578	7,399	19,613,724	125	506,572,302	7,524
ROCKINGHAM	180,469,796	2,078	7,500,071	36	187,969,867	2,114
ROWAN	194,535,424	1,531	8,196,768	26	202,732,192	1,557
RUTHERFORD	94,063,134	895	5,510,200	27	99,573,334	922
SAMPSON	236,081,803	2,863	8,463,442	59	244,545,245	2,922
SCOTLAND	71,364,837	961	2,362,000	10	73,726,837	971
STANLEY	72,083,935	693	2,699,200	8	74,783,135	701
STOKES	48,421,491	504	849,000	7	49,270,491	511
SURRY	111,360,138	1,299	4,346,190	28	115,706,328	1,327
SWAIN	61,783,798	393	2,102,500	8	63,886,298	401
TRANSYLVANIA	20,465,820	160	65,000	1	20,530,820	161
TYRRELL	21,836,253	247	1,136,900	10	22,973,153	257
UNION	145,046,465	1,120	5,372,283	18	150,418,748	1,138
VANCE	111,871,031	1,332	1,775,500	19	113,646,531	1,351
WAKE	554,022,616	3,322	66,472,726	57	620,495,342	3,379
WARREN	53,300,708	658	2,066,200	17	55,366,908	675
WASHINGTON	49,802,002	512	2,370,320	14	52,172,322	526
WATAUGA	81,624,479	459	2,524,900	8	84,149,379	467
WAYNE	316,656,338	3,657	25,369,439	95	342,025,777	3,752
WILKES	101,425,161	1,103	1,276,440	17	102,701,601	1,120
WILSON	209,137,273	1,926	14,335,452	80	223,472,725	2,006
YADKIN	37,925,366	476	668,300	10	38,593,666	486
YANCY	45,441,106	414	671,900	6	46,113,006	420
	<u>16,282,730,621</u>	<u>155,605</u>	<u>830,870,383</u>	<u>2,992</u>	<u>17,113,601,004</u>	<u>158,597</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).