

Delaware Compensation Rating Bureau, Inc.



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July 2, 2007

BUREAU CIRCULAR NO. A-28

To All Members of the Bureau:

The following copy of the 2006 audited financial statements of the Bureau is provided for your information. For comparison purposes these statements include both 2006 and 2005 financial information.

Also following is information pertaining to the adjustment of assessment for the year 2006. This adjustment produces an additional assessment of \$28,721 to all members combined and is derived from the Bureau's financial results for the year 2006 only. Derivation of this refund is shown on the exhibits titled "Income and Expenses 2006." Member carrier detail of this adjustment of assessment is also attached.

Questions concerning this information should be addressed to Jack Panczner, Director of Finance, at (215) 320-4414. Feel free to reproduce these statements as necessary or contact the Bureau for additional copies.

Timothy L. Wisecarver
President

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Delaware Compensation Rating Bureau, Inc.

FINANCIAL STATEMENTS

**For the Years Ended
December 31, 2006 and 2005**

Delaware Compensation Rating Bureau, Inc.
FINANCIAL STATEMENTS
Years Ended December 31, 2006 and 2005

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Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Governing Board
Delaware Compensation Rating Bureau, Inc.
Philadelphia, Pennsylvania

We have audited the accompanying statements of financial position of the Delaware Compensation Rating Bureau, Inc. (DCRB) (a nonprofit corporation) as of December 31, 2006 and 2005, and the related statements of activities and net assets and cash flows for the years then ended. These financial statements are the responsibility of DCRB's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As explained in Note 1 to the financial statements, DCRB's policy is to charge the purchases of furniture, equipment and other capital items to operations in the year of the expenditure. This is done consistently by DCRB in order to ensure that costs are recovered through assessments of members at the time the expenditures are made. In our opinion, accounting principles generally accepted in the United States of America require that furniture and equipment be capitalized as an asset on the statement of financial position. It was not practicable to determine the effects or the uncapitalized fixed assets on the financial statements.

In our opinion, except for the effects of not capitalizing property and equipment as discussed in the preceding paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of DCRB at December 31, 2006 and 2005, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 4 to the financial statements, in 2006 the Bureau changed its method of accounting for retirement plans by early adopting the provisions of Financial Accounting Standards Board (FASB) Statement No. 158, *Employers' Accounting for Defined Benefit Pension and Other Postretirement plans - an amendment of FASB Statements No. 87, 88, 106, and 132(R)*.

Preston & Shea LLP

Paoli, Pennsylvania
June 19, 2007

Delaware Compensation Rating Bureau, Inc.
STATEMENTS OF FINANCIAL POSITION
 December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash	\$ 210,159	\$ 131,126
Accounts receivable	46,895	93,373
Assessments due from members	<u>28,721</u>	<u>-0-</u>
TOTAL ASSETS	<u>\$ 285,775</u>	<u>\$ 224,499</u>
LIABILITIES		
Accounts payable	\$ 60,216	\$ 43,778
Accrued expenses	140	146
Assessments refundable to members	-0-	31,482
Due to PCRБ	<u>39,419</u>	<u>29,093</u>
TOTAL LIABILITIES	99,775	104,499
NET ASSETS		
Board designated technology fund	<u>\$ 186,000</u>	<u>\$ 120,000</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 285,775</u>	<u>\$ 224,499</u>

See accompanying notes to financial statements.

Delaware Compensation Rating Bureau, Inc.
STATEMENTS OF ACTIVITIES
December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
UNRESTRICTED NET ASSETS		
REVENUES		
Assessments	\$ 773,809	\$ 517,748
Assessments - fines	163,305	277,186
Membership fees	72,500	73,750
Financial data incentive program	43,943	64,188
Printing and special services	19,587	19,651
Interest	2,797	1,553
Other	<u>-0-</u>	<u>550</u>
TOTAL REVENUES	1,075,941	954,626
EXPENDITURES		
Delaware Insurance Department audit	18,000	18,000
Consultant	15,377	2,858
Legal	14,418	12,440
Delaware Insurance Department filing	13,322	12,272
Delaware Insurance Plan expense	4,960	4,960
Telephone	1,691	1,554
Insurance	1,600	1,600
Other	1,004	1,147
Travel	150	300
Group Insurance	<u>-0-</u>	<u>3,402</u>
	70,522	58,533
Allocation of expenditures from PCRB	<u>939,419</u>	<u>776,093</u>
TOTAL EXPENDITURES	<u>1,009,941</u>	<u>834,626</u>
CHANGE IN NET ASSETS	<u>\$ 66,000</u>	<u>\$ 120,000</u>

See accompanying notes to financial statements.

Delaware Compensation Rating Bureau, Inc.
STATEMENTS OF NET ASSETS
December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
CHANGE IN NET ASSETS	\$ 66,000	\$ 120,000
NET ASSETS, Beginning of Year	<u>120,000</u>	<u>-</u>
NET ASSETS, End of Year	<u>\$ 186,000</u>	<u>\$ 120,000</u>

See accompanying notes to financial statements.

Delaware Compensation Rating Bureau, Inc.
STATEMENTS OF CASH FLOWS
 December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 66,000	\$ 120,000
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
(Increase) decrease in operating assets		
Accounts receivable	46,478	(63,438)
Assessments due from members	(28,721)	-0-
Increase (decrease) in operating liabilities		
Accounts payable	16,438	(12,231)
Accrued expenses	(6)	(5)
Due to PCRB	10,326	12,737
Assessments refundable to members	<u>(31,482)</u>	<u>(62,624)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	79,033	(5,561)
Beginning cash	<u>131,126</u>	<u>136,687</u>
Ending cash	<u>\$ 210,159</u>	<u>\$ 131,126</u>

See accompanying notes to financial statements.

NOTE 1- NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Delaware Compensation Rating Bureau, Inc. (the Bureau) (a nonprofit corporation) provides services to insurers underwriting workers compensation coverage within Delaware. The Bureau also provides services and information to a broad variety of non-member constituencies including the Delaware Department of Insurance, the Delaware Industrial Accident Board, employers, insurance agents and brokers.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Bureau considers all highly liquid investments available for current use to be cash equivalents.

Property and Equipment

Purchases of furniture, equipment and other capital expenditures are charged to operations in the year of purchase, rather than being depreciated over the periods benefited. This policy has been consistently followed by the Bureau in order that the cost of acquiring these items may be recovered through assessments of members at the time the expenditures are made. Generally accepted accounting principles require that such assets be capitalized on the balance sheet. The balance of undepreciated assets that has not been capitalized is not reasonably determinable.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Assessments

Quarterly provisional assessments of member companies for budgeted expenses of the Bureau are the primary source of revenue. The assessments are levied pro rata upon companies according to their respective proportions of the total Delaware workers compensation premium written in prior years. Assessments made each year are adjusted in the following year according to actual the Bureau expenses and insurer premium writings during the assessment year.

Financial Statement Presentation

The Bureau has adopted Statement of Financial Accounting Standards SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Bureau is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Bureau does not use fund accounting.

Delaware Compensation Rating Bureau, Inc.
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Bureau is a not-for-profit organization that is exempt from income taxes under Section 501(c)(6) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Printing Revenue

The Bureau elects to present printing revenue net of expenses. Total revenues from this source are unpredictable, therefore, the Bureau is unable to budget for the costs associated in its production.

New Accounting Pronouncements

In September 2006, the Financial Accounting Standards Board (FASB) issued Statement No. 158, *Employers' Accounting for Defined Benefit Pension and Other Postretirement plans - an amendment of FASB Statements No. 87, 88, 106, and 132(R)* (SFAS No. 158). SFAS No. 158 requires plan sponsors of defined benefit pension and other postretirement benefit plans to recognize the funded status of their postretirement benefit plans in the statement of financial position, measure the fair value of plan assets and benefit obligations as of the date of the fiscal year-end statement of financial position, and provide additional disclosures. On December 31, 2006, the Bureau elected to adopt the recognition and disclosure provisions of SFAS No. 158. The effect of applying SFAS No. 158 on PCRB's financial condition at December 31, 2006 has been included in the accompanying notes to the financial statements (see Note 4). SFAS No. 158 did not have an effect on PCRB's financial position as of December 31, 2005.

NOTE 2 - UNRESTRICTED NET ASSETS

The Governing Board designated \$66,000 and \$120,000 in 2006 and 2005, respectively, of the membership assessments to purchase assigned risk plan software in the future.

NOTE 3 - RELATED PARTY SERVICES

The Pennsylvania Compensation Rating Bureau (PCRBR) provides services which enable the Bureau to carry out its principal functions. PCRBR assesses the Bureau for its share of the cost of services provided to members based on the proportion of the Bureau's members' premium writings to the total of PCRBR and the Bureau's members' premium writings for the year. During the years ended December 31, 2006 and 2005, the Bureau paid \$900,000 and \$747,000, respectively, to PCRBR relating to such services. As of December 31, 2006 and 2005 the allocated expenses for such services are \$939,419 and \$776,093, respectively. Accordingly, \$39,419 and \$29,093 is payable to PCRBR by the Bureau on December 31, 2006 and 2005, respectively.

Delaware Compensation Rating Bureau, Inc.
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005

NOTE 4 - BENEFIT PLANS

The Bureau participates with PCRB in a noncontributory defined benefit plan covering all employees who are at least 21 years of age and have at least one year of service. Pension benefits are primarily based upon the earnings of the participant over the previous five-year period and participants are fully vested after five years.

All items effecting the statements of financial position, activities, net assets and cash flow are included in the financial statements of PCRB.

The Bureau's primary investment objective is to maximize investment returns, maintain liquidity, and to limit the risk of investment loss through the use of a small number of investment vehicles that do not require frequent management on the part of the Bureau or the Bureau's investment advisors. The asset allocation is reviewed quarterly to determine whether the portfolio mix is within an acceptable range of target allocation. The target asset allocation for the portfolio is 60% equity and 40% fixed income securities with the objective of enhancing the expected return of the retirement portfolio while maintaining acceptable levels of risk.

In September 2006, the FASB issued Statement No. 158, "Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans" (SFAS No. 158). SFAS No. 158 requires that employers recognize the funded status of their defined benefit pension plan on the Statement of Financial Position and record as a component of unrestricted net assets the gains or losses and prior service costs or credits that have not been recognized as components of net periodic pension cost. The Bureau elected to adopt the recognition and disclosure provisions of SFAS No. 158 on its financial statements as of December 31, 2006.

The incremental effect of applying the provisions of SFAS No. 158 on PCRB's Statement of Financial Position is as follows:

	<u>At December 31, 2006</u>		
	Prior to Adoption of SFAS No. 158	Effect of Adopting SFAS No. 158	As Reported .
Prepaid pension asset	\$ 736,001	\$ (736,001)	\$ -
Accrued pension liability	-	(3,852,799)	(3,852,799)
Unrestricted net assets	(2,695,691)	4,588,800	1,893,109

Included in net assets at December 31, 2006 are unrecognized prior service costs of \$13,231. Of this amount, \$2,033 is expected to be included in net periodic pension cost during the year ended December 31, 2007.

Delaware Compensation Rating Bureau, Inc.
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005

NOTE 4 - BENEFIT PLANS (Continued)

The projected benefit obligation, plan assets, and funded status of the Bureau's pension plan at December 31, 2006 and 2005 were as follows:

	<u>2006</u>	<u>2005</u>
CHANGE IN PROJECTED BENEFIT OBLIGATION		
Projected benefit obligation at the end of prior year	\$ 15,538,308	\$ 13,401,619
Service cost	534,782	484,813
Interest cost	860,031	803,294
Actuarial (gain)/loss	(771,650)	1,260,800
Benefits paid	<u>(429,843)</u>	<u>(412,218)</u>
PROJECTED BENEFIT OBLIGATION AT END OF YEAR	<u>\$ 15,731,628</u>	<u>\$ 15,538,308</u>
CHANGE IN PLAN ASSETS		
Fair value of plan assets at beginning of year	\$ 10,372,636	\$ 9,793,169
Actual return on plan assets	1,286,036	529,685
Employer contributions	650,000	462,000
Benefits paid	<u>(429,843)</u>	<u>(412,218)</u>
FAIR VALUE OF PLAN ASSETS AT END OF YEAR	<u>\$ 11,878,829</u>	<u>\$ 10,372,636</u>
Funded status at year end	\$ (3,852,799)	\$ (5,165,672)
Unrecognized net actuarial loss	-	6,096,128
Unrecognized prior service cost	-	15,264
Unrecognized transition obligation	<u>-</u>	<u>63,360</u>
Pension asset (liability) recognized at end of year	(3,852,799)	1,009,080
Additional minimum liability	<u>-</u>	<u>(1,688,698)</u>
NET ACCRUED PENSION LIABILITY RECOGNIZED AT END OF YEAR	<u>\$ (3,852,799)</u>	<u>\$ (679,618)</u>

Delaware Compensation Rating Bureau, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2006 and 2005

NOTE 4 - BENEFIT PLANS (Continued)

The accumulated benefit obligation was \$11,052,254 and \$11,529,925 at December 31, 2006 and 2005, respectively.

The benefits expected to be paid in each of the next five years and in the aggregate are:

2007	\$ 589,313
2008	\$ 589,497
2009	\$ 603,333
2010	\$ 606,758
2011	\$ 642,718
Thereafter	<u>\$ 4,124,318</u>
	<u>\$ 7,155,937</u>

The expected contribution to the pension plan for 2007 is \$550,000.

	<u>2006</u>	<u>2005</u>
Assumptions used to develop the net pension cost are as follows:		
Discount rate	5.90%	5.65%
Rate of increase in compensation level	4.75%	4.75%
Expected long-term rate of return on assets	8.25%	8.25%
Assumptions used to determine benefit obligations are as follows:		
Discount rate	5.90%	5.65%
Rate of compensation increase	4.75%	4.75%
Asset allocations are as follows:		
Equity securities	61%	60%
Other	<u>39%</u>	<u>40%</u>
	<u>100%</u>	<u>100%</u>

Delaware Compensation Rating Bureau, Inc.
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005

NOTE 4 - BENEFIT PLANS (Continued)

Net periodic cost included the following components:

	<u>2006</u>	<u>2005</u>
Service cost of the current period	\$ 534,782	\$ 484,813
Interest cost on projected benefit obligation	860,031	803,294
Expected return on plan assets	(865,581)	(806,357)
Net amortization and deferral	<u>393,847</u>	<u>322,206</u>
Net periodic pension cost	<u>\$ 923,079</u>	<u>\$ 803,956</u>

The Bureau also participates with PCRB in a contributory defined contribution 401(k) benefit plan for eligible employees. To become eligible, an employee must be at least 21 years of age and have completed one year of service. Participating employee contributions are limited to a minimum of 1% and a maximum of 15% of annual compensation. PCRB provides matching contributions equal to 75% of the employee contributions, up to the first 5% of the employee's compensation. Thus, the maximum PCRB matching contribution is 3.75% of an employee's annual compensation. The matching cost for 2006 and 2005 is \$165,194 and \$156,411, respectively.

NOTE 5 - ASSESSMENTS REFUNDABLE TO MEMBERS

Under the terms of the By-laws, the balance of net revenues assessed or expenditures paid by the Bureau (after deducting membership fees, increases in unrestricted net assets, and all other income) is refundable to, or due from, members according to their respective proportion of applicable total net written insurance premiums for the calendar year during which revenues have been earned and expenditures have been paid. The amount reflected as assessments refundable to members in the accompanying balance sheet reflects the adjustment of assessments based upon actual net premiums written and expenditures paid.

NOTE 6 - CONCENTRATION OF CREDIT RISK

The Bureau maintains checking and money market accounts at a financial institution. Periodically, the balance of these accounts may exceed Federally insured limits. The amount in excess of Federally insured limits at December 31, 2006 and 2005 was \$119,748 and \$40,506, respectively.

DELAWARE COMPENSATION RATING BUREAU
INCOME AND EXPENSES 2006

INCOME

Membership Fees	\$ 72,500	
Tentative Assessments	745,888	
Other	<u>228,832</u>	
		\$ 1,047,220

EXPENSES

Direct Expenses	\$ 136,522	
DCRB Share of PCRB Expenses	<u>939,419</u>	<u>\$ (1,075,941)</u>
Assessable Deficit - the difference between columns (5) and (6) of the attached member detail.		<u><u>\$ (28,721)</u></u>

APPORTIONMENT OF EXPENSES

DCRB Allocated Expenses	\$ 1,075,941	
Less:		
Membership Fees	\$ 72,500	
Other Income	<u>\$ 228,832</u>	<u>\$ (301,332)</u>
2006 Adjusted Assessment	<u><u>\$ 774,609</u></u>	

2006 Adjusted Assessment	<u>\$ 774,609</u>	=	0.003098229689	Adjusted Assessment
Delaware Premiums	<u>\$ 250,016,612</u>			per dollar of premium

RECONCILIATION OF ALLOCATED EXPENSES AND AUDITOR'S REPORT OF EXPENDITURES

DCRB Allocated Expenses	\$ 1,075,941
Board Designated Technology Fund	<u>\$ (66,000)</u>
Total Expenditures, Auditor's Report - Page 3	<u><u>\$ 1,009,941</u></u>

DELAWARE 2006

BUREAU MEMBERS	COMPENSATION PREMIUM WRITINGS	ASSESSMENTS MEMBERSHIP FEES PAID	ADJUSTED 2006 ASSESSMENTS INC.MEM.FEE	BALANCE DUE MEMBERS	BALANCE DUE BUREAU
(1)	(2)	(3)	(4)	(5)	(6)
TOTALS	250,016,612	818,388	847,109	125,639	154,360
ACADIA INSURANCE CO	319,791	1,600	1,242	358	
ACCIDENT FUND INSURANCE CO OF AMERICA	140,526	356	685		329
ACE AMERICAN INSURANCE CO	2,346,336	6,754	7,519		765
ACE FIRE UNDERWRITERS INSURANCE CO	35,033	268	359		91
ACE INDEMNITY INSURANCE CO		256	250	6	
ACE PROPERTY & CASUALTY INSURANCE CO	2,222,911	4,640	7,137		2,497
ACIG INSURANCE CO	28,677	418	339	79	
ACUITY A MUTUAL INSURANCE COMPANY		250	250		
ADVANTAGE WORKERS COMPENSATION INS CO		250	250		
AIG CASUALTY CO	6,358	254	270		16
AIG CENTENNIAL INSURANCE CO		250	250		
AIU INSURANCE CO	-7,633	298	250	48	
ALEA NORTH AMERICA INSURANCE CO	90,833	3,902	531	3,371	
ALLIANZ GLOBAL RISKS US INSURANCE CO		250	250		
ALLIED PROPERTY & CASUALTY INSURANCE CO	47,804	250	398		148
ALLMERICA FINANCIAL BENEFIT INSURANCE CO		250	250		
ALLSTATE INDEMNITY CO		250	250		
ALLSTATE INSURANCE CO		250	250		
AMCO INSURANCE CO	-1,115	252	250	2	
AMERICAN ALTERNATIVE INSURANCE CORP	-28,652	452	250	202	
AMERICAN AUTOMOBILE INSURANCE CO	69,296	284	465		181
AMERICAN CASUALTY CO OF READING	669,896	2,574	2,325	249	
AMERICAN ECONOMY INSURANCE CO	3,146	250	260		10
AMERICAN EMPLOYERS INSURANCE CO		250	250		
AMERICAN FIRE AND CASUALTY CO	202,828	956	878	78	
AMERICAN GUARANTEE & LIABILITY INS CO	561,595	2,076	1,990	86	
AMERICAN HARDWARE MUTUAL INSURANCE CO	94,348	316	542		226
AMERICAN HOME ASSURANCE CO	11,187,760	19,968	34,912		14,944
AMERICAN INSURANCE CO	379,959	1,482	1,427	55	
AMERICAN INTERSTATE INSURANCE CO	5,178,432	15,988	16,294		306
AMERICAN SAFETY CASUALTY INSURANCE CO		250	250		
AMERICAN STATES INSURANCE CO	57,397	474	428	46	
AMERICAN ZURICH INSURANCE CO	3,543,133	13,872	11,227	2,645	
AMERIHEALTH CASUALTY INSURANCE CO	744,464	936	2,557		1,621
AMERISURE MUTUAL INSURANCE CO	416	302	251	51	
AMGUARD INSURANCE CO	3,451,174	12,518	10,943	1,575	
ARCH INSURANCE CO	80,468	1,088	499	589	
ARGONAUT INSURANCE CO	1,171,644	3,790	3,880		90
ARGONAUT-MIDWEST INSURANCE CO	-24,977	1,340	250	1,090	
ARI CASUALTY CO		250	250		
ARI MUTUAL INSURANCE CO		250	250		
ASSOCIATED INDEMNITY CORPORATION	15,762	388	299	89	
ASSURANCE CO OF AMERICA	288,432	1,042	1,144		102
ATHENA ASSURANCE CO	3,282	272	260	12	
ATLANTIC INSURANCE CO		250	250		
ATLANTIC MUTUAL INSURANCE CO	-6,779	264	250	14	
ATLANTIC SPECIALTY INSURANCE CO	-14,235	320	250	70	
ATLANTIC STATES INSURANCE CO	2,279,658	5,100	7,313		2,213

		DELAWARE 2006			
BUREAU MEMBERS	COMPENSATION	ASSESSMENTS	ADJUSTED 2006	BALANCE	BALANCE
(1)	PREMIUM	MEMBERSHIP	ASSESSMENTS	DUE	DUE
	WRITINGS	FEES PAID	INC.MEM.FEE	MEMBERS	BUREAU
	(2)	(3)	(4)	(5)	(6)
AUTOMOBILE INSURANCE CO OF HARTFORD CT		250	250		
BANCINSURE INC	2,378	254	257		3
BANKERS STANDARD FIRE & MARINE CO		250	250		
BANKERS STANDARD INSURANCE CO	3,737	320	262	58	
BITUMINOUS CASUALTY CORPORATION	692,182	1,966	2,395		429
BITUMINOUS FIRE & MARINE INSURANCE CO		250	250		
BOSTON-OLD COLONY INSURANCE CO		250	250		
CALIFORNIA INDEMNITY INSURANCE CO		250	250		
CAMDEN FIRE INSURANCE ASSOCIATION (THE)		250	250		
CENTENNIAL INSURANCE CO	1,421	456	254	202	
CENTURY INDEMNITY CO		250	250		
CHARTER OAK FIRE INSURANCE CO	117,683	1,182	615	567	
CHUBB INDEMNITY INSURANCE CO	48,373	264	400		136
CHURCH MUTUAL INSURANCE CO	184,855	858	823	35	
CINCINNATI CASUALTY CO	1,051,679	406	3,508		3,102
CINCINNATI INDEMNITY CO	97,033	290	551		261
CINCINNATI INSURANCE CO	435,726	1,118	1,600		482
CLARENDON NATIONAL INSURANCE CO	54,218	520	418	102	
COMMERCE & INDUSTRY INSURANCE CO	7,798,155	22,136	24,410		2,274
COMMERCIAL CASUALTY INSURANCE CO		250	250		
COMMERCIAL INSURANCE CO OF NEWARK NJ		250	250		
CONTINENTAL CASUALTY CO	2,360,213	13,986	7,562	6,424	
CONTINENTAL INSURANCE CO	-1	250	250		
COREGIS INSURANCE CO	-1,612	348	250	98	
CRUM & FORSTER INDEMNITY CO	51,954	1,870	411	1,459	
CUMBERLAND INSURANCE CO INC	510,398	744	1,831		1,087
CUMIS INSURANCE SOCIETY INC	96,053	554	548	6	
DAIMLER CHRYSLER INSURANCE CO	9,376	290	279	11	
DEPOSITORS INSURANCE CO		250	250		
DIAMOND STATE INSURANCE CO		250	250		
DISCOVER PROPERTY & CASUALTY INSUR CO	18,693	262	308		46
DONEGAL MUTUAL INSURANCE CO	3,257,758	11,322	10,343	979	
EASTERN ALLIANCE INSURANCE CO	1,653,786	250	5,374		5,124
EASTGUARD INSURANCE CO		796,657	2,718		2,380
ELECTRIC INSURANCE CO	142,928	478	693		215
EMPLOYERS FIRE INSURANCE CO	102,307	404	567		163
EMPLOYERS INSURANCE CO OF WAUSAU	325,202	5,312	1,258	4,054	
EMPLOYERS MUTUAL CASUALTY CO	39,904	360	374		14
EMPLOYERS REINSURANCE CORPORATION	46,507	250	394		144
EVEREST NATIONAL INSURANCE CO	548,049	1,330	1,948		618
EXCELSIOR INSURANCE CO	2,528,336	2,822	8,083		5,261
FAIRFIELD INSURANCE CO	187,932	684	832		148
FAIRMONT INSURANCE CO		250	250		
FAIRMONT PREMIER INSURANCE CO		250	250		
FAIRMONT SPECIALTY INSURANCE CO		250	250		
FARM FAMILY CASUALTY INSURANCE CO	2,042,042	6,344	6,577		233
FARMINGTON CASUALTY CO	531,558	250	1,897		1,647
FARMLAND MUTUAL INSURANCE CO		250	250		

BUREAU MEMBERS (1)	COMPENSATION PREMIUM WRITINGS (2)	DELAWARE 2006 ASSESSMENTS MEMBERSHIP FEES PAID (3)		ADJUSTED 2006 ASSESSMENTS INC.MEM.FEE (4)	BALANCE DUE MEMBERS (5)	BALANCE DUE BUREAU (6)
FEDERAL INSURANCE CO	2,194,763	6,216		7,050		834
FEDERATED MUTUAL INSURANCE CO	768,017	2,860		2,629	231	
FEDERATED RURAL ELECTRIC INS EXCHANGE	266,174	1,114		1,075	39	
FEDERATED SERVICE INSURANCE CO	81,656	286		503		217
FIDELITY & GUARANTY INS UNDERWRITERS INC	-11,958	476		250	226	
FIDELITY & GUARANTY INSURANCE CO	65,949	996		454	542	
FIDELITY AND CASUALTY CO OF NEW YORK		250		250		
FIDELITY AND DEPOSIT CO OF MARYLAND	-3,860	626		250	376	
FIREMANS FUND INSURANCE CO	46,070	1,098		393	705	
FIREMENS INSURANCE CO OF NEWARK NJ		250		250		
FIREMENS INSURANCE CO OF WASHINGTON DC	1,768,671	3,614		5,730		2,116
FIRST LIBERTY INSURANCE CORP	1,134,115	1,816		3,764		1,948
FIRSTLINE NATIONAL INSURANCE CO	8,517	304		276	28	
FLORISTS MUTUAL INSURANCE CO	36,197	572		362	210	
GENERAL CASUALTY CO OF WISCONSIN	54,542	816		419	397	
GENERAL INSURANCE CO OF AMERICA	1,753	250		255		5
GENESIS INSURANCE CO		250		250		
GLENS FALLS INSURANCE CO		250		250		
GRANITE STATE INSURANCE CO	3,760	390		262	128	
GRAPHIC ARTS MUTUAL INSURANCE CO	411,397	1,274		1,525		251
GRAY INSURANCE CO (THE)	-23,874	250		250		
GREAT AMERICAN ASSURANCE CO	154,323	746		728	18	
GREAT AMERICAN INSURANCE CO	26,279	304		331		27
GREAT AMERICAN INSURANCE CO OF NEW YORK	187,639	804		831		27
GREAT DIVIDE INSURANCE CO	679	250		252		2
GREAT NORTHERN INSURANCE CO	32,046	328		349		21
GREAT WEST CASUALTY CO	36,488	274		363		89
GREATER NEW YORK MUTUAL INSURANCE CO	-8,551	818		250	568	
GREENWICH INSURANCE CO	-633	254		250	4	
GUARANTEE INSURANCE CO		262		250	12	
GUIDEONE MUTUAL INSURANCE CO	164,194	696		759		63
HANOVER INSURANCE CO	17,066	310		303	7	
HARBOR SPECIALTY INSURANCE CO		250		250		
HARCO NATIONAL INSURANCE CO	6,844	288		271	17	
HARFORD MUTUAL INSURANCE CO	3,184,567	11,460		10,117	1,343	
HARLEYSVILLE MUTUAL INSURANCE CO	2,142,239	10,538		6,887	3,651	
HARLEYSVILLE PREFERRED INSURANCE CO	383,865	850		1,439		589
HARTFORD ACCIDENT & INDEMNITY CO	337,983	844		1,297		453
HARTFORD CASUALTY INSURANCE CO	1,416,869	4,080		4,640		560
HARTFORD FIRE INSURANCE CO	1,587,582	6,982		5,169	1,813	
HARTFORD INSURANCE CO OF THE MIDWEST	5,289,772	4,144		16,639		12,495
HARTFORD UNDERWRITERS INSURANCE CO	3,914,599	12,190		12,378		188
INDEMNITY INSURANCE CO OF NORTH AMERICA	1,200,464	2,760		3,969		1,209
INDIANA LUMBERMENS MUTUAL INSURANCE CO		250		250		
INSURANCE CO OF GREATER NEW YORK	17,634	330		305	25	
INSURANCE CO OF NORTH AMERICA / INA	-962	278		250	28	
INSURANCE CO OF THE AMERICAS		250		250		
INSURANCE CO OF THE STATE OF PA	4,407,899	5,404		13,907		8,503

		DELAWARE 2006			
BUREAU MEMBERS	COMPENSATION	ASSESSMENTS	ADJUSTED 2006	BALANCE	BALANCE
(1)	PREMIUM	MEMBERSHIP	ASSESSMENTS	DUE	DUE
	WRITINGS	FEES PAID	INC.MEM.FEE	MEMBERS	BUREAU
	(2)	(3)	(4)	(5)	(6)
KANSAS CITY FIRE & MARINE INSURANCE CO		250	250		
LANCER INSURANCE CO		250	250		
LIBERTY INSURANCE CORPORATION	6,261,311	11,454	19,649		8,195
LIBERTY INSURANCE UNDERWRITERS INC		250	250		
LIBERTY MUTUAL FIRE INSURANCE CO	6,803,233	24,502	21,328	3,174	
LIBERTY MUTUAL INSURANCE CO	1,179,589	6,576	3,905	2,671	
LINCOLN GENERAL INSURANCE CO		250	250		
LM INSURANCE CORP	23,872,159	90,188	74,211	15,977	
LUMBERMENS UNDERWRITING ALLIANCE	38,258	260	369		109
MANUFACTURERS ALLIANCE INSURANCE CO	2,540,058	7,400	8,120		720
MARKEL INSURANCE CO		250	250		
MARYLAND CASUALTY CO	641,371	2,694	2,237	457	
MASSACHUSETTS BAY INSURANCE CO	39,466	322	372		50
MEMIC INDEMNITY CO		250	250		
MERCHANTS INSURANCE CO OF NH INC		250	250		
MERCHANTS MUTUAL INSURANCE CO		250	250		
MID-CENTURY INSURANCE CO		250	250		
MIDDLESEX INSURANCE CO	166	260	251	9	
MIDWEST EMPLOYERS CASUALTY CO	4,229	250	263		13
MITSUI SUMITOMO INSURANCE CO OF AMERICA	115,097	564	607		43
MITSUI SUMITOMO INSURANCE USA INC	126	310	250	60	
MONTGOMERY MUTUAL INSURANCE CO	1,321,247	4,438	4,344	94	
NATIONAL FIRE INSURANCE CO OF HARTFORD	986,622	3,160	3,307		147
NATIONAL INTERSTATE INSURANCE CO	56,836	328	426		98
NATIONAL LIABILITY & FIRE INSURANCE CO		250	250		
NATIONAL SURETY CORP	48,324	400	400		
NATIONAL UNION FIRE INS OF PITTSBURGH	-3,041,641	564	250	314	
NATIONWIDE AGRIBUSINESS INSURANCE CO	2,057	260	256	4	
NATIONWIDE MUTUAL FIRE INSURANCE CO	2,094,189	7,164	6,738	426	
NATIONWIDE MUTUAL INSURANCE CO	1,159,286	3,280	3,842		562
NATIONWIDE PROPERTY/CASUALTY INSURANCE	141,118	310	687		377
NETHERLANDS INSURANCE CO	303,154	614	1,189		575
NEW HAMPSHIRE INSURANCE CO	3,378,083	4,124	10,716		6,592
NEW JERSEY MANUFACTURERS INS CO		250	250		
NGM INSURANCE CO	2,202,854	5,258	7,075		1,817
NIAGARA FIRE INSURANCE CO		250	250		
NIPPONKOA INSURANCE CO LTD US BRANCH	3,735	254	262		8
NORGUARD INSURANCE CO	3,073,751	17,708	9,773	7,935	
NORTH AMERICAN SPECIALTY INSURANCE CO		250	250		
NORTH RIVER INSURANCE CO	302,811	408	1,188		780
NORTHBROOK INDEMNITY CO		250	250		
NORTHERN ASSURANCE CO OF AMERICA		250	250		
NORTHERN INSURANCE CO OF NY	674,393	1,840	2,339		499
NOVA CASUALTY CO		250	250		
OHIO CASUALTY INSURANCE CO	222,979	722	941		219
OHIO FARMERS INSURANCE CO		250	250		
OHIO SECURITY INSURANCE CO	108,303	530	586		56
OLD GUARD INSURANCE CO		360	250	110	

		DELAWARE 2006			
BUREAU MEMBERS	COMPENSATION	ASSESSMENTS	ADJUSTED 2006	BALANCE	BALANCE
(1)	PREMIUM	MEMBERSHIP	ASSESSMENTS	DUE	DUE
	WRITINGS	FEES PAID	INC.MEM.FEE	MEMBERS	BUREAU
	(2)	(3)	(4)	(5)	(6)
OLD REPUBLIC GENERAL INSURANCE CORP		250	250		
OLD REPUBLIC INSURANCE CO	1,659,193	4,844	5,391		547
ONEBEACON AMERICA INSURANCE CO	22,146	252	319		67
ONEBEACON INSURANCE CO	80	250	250		
PACIFIC EMPLOYERS INSURANCE CO	338,022	1,738	1,297	441	
PACIFIC INDEMNITY CO	344,929	1,004	1,319		315
PEERLESS INDEMNITY INSURANCE CO	42,041	304	380		76
PEERLESS INSURANCE CO	2,566,594	10,966	8,202	2,764	
PENINSULA INSURANCE CO	401,297	1,606	1,493	113	
PENN NATIONAL SECURITY INSURANCE CO	913,026	4,046	3,079	967	
PENNSYLVANIA GENERAL INSURANCE CO		250	250		
PENNSYLVANIA LUMBERMENS MUTUAL INS CO	175,424	2,182	794	1,388	
PENNSYLVANIA MANUFACTURERS ASSN INS CO	5,705,461	14,806	17,927		3,121
PENNSYLVANIA MANUFACTURERS INDEMNITY CO	1,774,824	3,490	5,749		2,259
PENNSYLVANIA NATIONAL MUTUAL CASUALTY	3,655,672	19,760	11,576	8,184	
PETROLEUM CASUALTY CO	80,175	422	498		76
PHARMACISTS MUTUAL INSURANCE CO	152,132	386	721		335
PHOENIX INSURANCE CO	2,436,971	682	7,800		7,118
PRAETORIAN INSURANCE CO		250	250		
PREFERRED PROFESSIONAL INSURANCE CO		250	250		
PRINCETON INSURANCE CO	-2	442	250	192	
PROTECTIVE INSURANCE CO	-357	256	250	6	
PROVIDENCE WASHINGTON INSURANCE CO	492	250	252		2
PUBLIC SERVICE MUTUAL INSURANCE CO	171,842	1,246	782	464	
REDLAND INSURANCE CO		250	250		
REGENT INSURANCE CO	9,851	266	281		15
REPUBLIC-FRANKLIN INSURANCE CO	353,234	992	1,344		352
ROCKWOOD CASUALTY INSURANCE CO	759,150	5,872	2,602	3,270	
SAFECO INSURANCE CO OF AMERICA		250	250		
SAFETY FIRST INSURANCE CO	266,601	1,238	1,076	162	
SAFETY NATIONAL CASUALTY CORP	139,444	634	682		48
SEA BRIGHT INSURANCE CO		250	250		
SELECT INSURANCE CO		250	250		
SELECTIVE INSURANCE CO OF AMERICA	5,369,283	17,766	16,885	881	
SELECTIVE INSURANCE CO OF SOUTH CAROLINA	797,253	2,358	2,720		362
SELECTIVE WAY INSURANCE CO	329,839	1,302	1,272	30	
SENECA INSURANCE CO INC		250	250		
SENTINEL INSURANCE CO LTD	210,165	250	901		651
SENTRY INSURANCE A MUTUAL COMPANY	836,505	1,266	2,842		1,576
SENTRY SELECT INSURANCE CO	473,031	1,638	1,716		78
SOMPO JAPAN INSURANCE CO OF AMERICA	13,773	314	293	21	
SOUTHERN STATES INSURANCE EXCHANGE	241,060	1,202	997	205	
ST PAUL FIRE & MARINE INSURANCE CO	233,928	9,654	975	8,679	
ST PAUL GUARDIAN INSURANCE CO	48,806	418	401	17	
ST PAUL MEDICAL LIABILITY INSURANCE CO		250	250		
ST PAUL MERCURY INSURANCE CO	453,942	998	1,656		658
ST PAUL PROTECTIVE INSURANCE CO		250	250		
STANDARD FIRE INSURANCE CO	9,028	250	278		28

DELAWARE 2006

BUREAU MEMBERS (1)	COMPENSATION PREMIUM WRITINGS (2)	ASSESSMENTS MEMBERSHIP FEES PAID (3)	ADJUSTED 2006 ASSESSMENTS INC.MEM.FEE (4)	BALANCE DUE MEMBERS (5)	BALANCE DUE BUREAU (6)
STAR INSURANCE CO	725,882	2,340	2,499		159
STARNET INSURANCE CO		250	250		
STATE FARM FIRE & CASUALTY CO	1,882,303	5,870	6,082		212
STRATHMORE INSURANCE CO		250	250		
T H E INSURANCE CO	1,884	262	256	6	
TECHNOLOGY INSURANCE CO	3,481,724	4,966	11,037		6,071
TIG INDEMNITY CO		264	250	14	
TIG INSURANCE CO		348	250	98	
TOKIO MARINE & NICHIDO FIRE INS CO LTD	65,659	424	453		29
TRANS PACIFIC INSURANCE CO		250	250		
TRANSCONTINENTAL INSURANCE CO	-9,788	3,056	250	2,806	
TRANSGUARD INSURANCE CO OF AMERICA INC	115,292	750	607	143	
TRANSPORTATION INSURANCE CO	589,518	2,474	2,076	398	
TRAVELERS CASUALTY & SURETY CO	356,157	1,458	1,353	105	
TRAVELERS CASUALTY & SURETY CO OF AMER		250	250		
TRAVELERS CASUALTY CO OF CONNECTICUT		250	250		
TRAVELERS CASUALTY INS CO OF AMERICA	194,251	250	852		602
TRAVELERS COMMERCIAL INSURANCE CO		250	250		
TRAVELERS INDEMNITY CO	10,030,856	47,256	31,328	15,928	
TRAVELERS INDEMNITY CO OF AMERICA	6,303,400	14,042	19,779		5,737
TRAVELERS INDEMNITY CO OF CONNECTICUT	315,509	1,622	1,228	394	
TRAVELERS INSURANCE CO	-597,178	256	250	6	
TRAVELERS PROPERTY CASUALTY CO OF AMER	1,268,306	4,362	4,180	182	
TWIN CITY FIRE INSURANCE CO	7,230,040	19,210	22,650		3,440
ULLICO CASUALTY CO	24,446	322	326		4
UNION INSURANCE CO	756,237	1,274	2,593		1,319
UNITED STATES FIDELITY & GUARANTY CO	45,960	954	392	562	
UNITED STATES FIRE INSURANCE CO	1,400,598	3,026	4,589		1,563
UNITED WISCONSIN INSURANCE CO	457	250	251		1
UNIVERSAL UNDERWRITERS INSURANCE CO	547,200	6,918	1,945	4,973	
US SPECIALTY INSURANCE CO		256	250	6	
UTICA MUTUAL INSURANCE CO	468,141	2,408	1,700	708	
VALIANT INSURANCE CO	647,065	724	2,255		1,531
VALLEY FORGE INSURANCE CO	1,730,333	1,996	5,611		3,615
VANLINER INSURANCE CO	58,791	402	432		30
VIGILANT INSURANCE CO	907,313	1,826	3,061		1,235
VIRGINIA SURETY CO INC	1,972,083	3,424	6,360		2,936
WAUSAU BUSINESS INSURANCE CO	2,411,024	2,658	7,720		5,062
WAUSAU UNDERWRITERS INSURANCE CO	2,272,155	6,720	7,290		570
WESCO INSURANCE CO		250	250		
WEST AMERICAN INSURANCE CO	-2,215	326	250	76	
WESTCHESTER FIRE INSURANCE CO		250	250		
WESTFIELD INSURANCE CO	9,246,343	33,556	28,897	4,659	
WESTPORT INSURANCE CORPORATION	240,681	764	996		232
WILLIAMSBURG NATIONAL INSURANCE CO		250	250		
WORK FIRST CASUALTY CO		250	250		
XL SPECIALTY INSURANCE CO	268,340	526	1,081		555
YORK INSURANCE CO	-85	250	250		

		DELAWARE 2006			
	COMPENSATION	ASSESSMENTS	ADJUSTED 2006	BALANCE	BALANCE
	PREMIUM	MEMBERSHIP	ASSESSMENTS	DUE	DUE
BUREAU MEMBERS	WRITINGS	FEEES PAID	INC.MEM.FEE	MEMBERS	BUREAU
(1)	(2)	(3)	(4)	(5)	(6)
ZENITH INSURANCE CO	588,092	2,554	2,072	482	
ZURICH AMERICAN INSURANCE CO	13,001,489	36,522	40,532		4,010