



FILED

OCT 14 2015

OFFICE OF
INSURANCE REGULATION

Docketed by: MB

OFFICE OF INSURANCE REGULATION

KEVIN M. MCCARTY
COMMISSIONER

IN THE MATTER OF:

**2015 TITLE INSURANCE
ASSESSMENT FOR THE
REHABILITATION OF
NATIONAL TITLE
INSURANCE COMPANY**

Case No. 180328-15

**2015 TITLE INSURANCE ASSESSMENT FOR NATIONAL
TITLE INSURANCE COMPANY REHABILITATION**

THIS MATTER came on for consideration upon the submission by the Florida Department of Financial Services, Division of Liquidation and Rehabilitation (hereinafter "DFS"), to the Office of Insurance Regulation (hereinafter the "Office") of a notice of need for assessment and an Order from the Second Judicial Circuit Court ordering the Office to assess all title insurers to support the rehabilitation of National Title Insurance Company (hereinafter "National"). The Office, having considered the notice and Court Order and being otherwise duly advised in the premises, hereby finds that:

1. The Office has jurisdiction over the subject matter of, and the parties to this proceeding pursuant to Section 631.400, Florida Statutes, and other applicable provisions of the Florida Insurance Code.

2. Section 631.021(3), Florida Statutes, provides that a delinquency proceeding pursuant to Chapter 631, Florida Statutes, constitutes the sole and exclusive method of liquidating, rehabilitating, reorganizing or conserving a Florida domiciled insurer.

3. Section 631.051(11), Florida Statutes, authorizes DFS to apply to the Circuit Court for an order directing it to rehabilitate a domestic insurer upon the consent of a majority of its directors, stockholder, member, or subscribers. National has consented to the appointment of DFS as Receiver for purposes of rehabilitation and the Circuit Court for the Second Judicial Circuit appointed DFS as Receiver on July 6, 2009.

4. On or about September 3, 2015, DFS notified the Office of a need for an assessment and filed the Receiver's Status Report and Motion for an Assessment in Accordance with Section 631.400, Florida Statutes with the Second Judicial Circuit, In and for Leon County Florida.

5. On September 8, 2015, the Circuit Court which has jurisdiction over the liquidation and rehabilitation of insurance companies, found that DFS had a need for \$500,000 to continue the receivership of National and ordered the Office to assess all title insurers pursuant to the provisions of the above referenced statute. See DFS Motion and Order of the Circuit Court attached here as Exhibit A.

IT IS THEREFORE ORDERED THAT:

1. All title insurers licensed in the State of Florida shall pay to the Department of Financial Services, Division of Liquidation and Rehabilitation, an assessment based on a pro rata share of the total direct title insurance premiums written in the state of Florida as reported to the Office for the most recent calendar year. Attached as Exhibit B, is an overview of each insurer's

direct written Florida premium as well as each insurer's pro rata share of the above referenced assessment. Said assessment shall be paid to DFS within ninety (90) days of this Order.

2. Pursuant to Section 631.401, Florida Statutes, all title insurers shall recoup the aggregate assessment by continuing the existing surcharge on each title policy issued after the date of this order. The surcharge shall continue to be collected until all title insurers have recouped the full amount of the aggregate assessment from both National and the K.E.L. assessment. Upon recouping the full amount of the aggregate assessment, each title insurer shall notify either, the Title Insurance Coordinator, Peter Rice, or Jeffrey Joseph in writing that they have completed the recoupment process. Pursuant to Section 631.401(6), Florida Statutes, when all title insurers have reported to the Office that they have fully recouped the assessment; the Office shall notify all title insurers to cease collecting the surcharge.

3. Pursuant to Section 631.401(3), Florida Statutes, all insurers, even those with no direct written premium for the prior year, shall collect the surcharge. However, pursuant to Section 631.401(5), Florida Statutes, a title insurer may not retain more in surcharges than the amount of the assessment paid by the insurer.

4. Pursuant to Section 631.401(7), Florida Statutes, in conjunction with the filing of the quarterly financial statement, each title insurer shall provide the Office with an accounting of the assessment paid and the surcharges collected during the period.

DONE and ORDERED this OCT day of 14, 2015

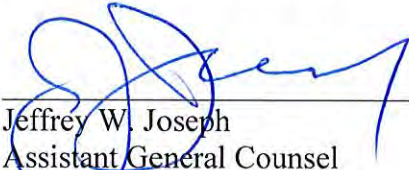


A handwritten signature in blue ink, appearing to read "Kevin M. McCarty".

KEVIN M. MCCARTY,
COMMISSIONER
OFFICE OF INSURANCE REGULATION

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by U.S. Mail to: all title insurance companies with a Florida Certificate of Authority at the addresses on the attached worksheet _____ this 14th day of October, 2015.



Jeffrey W. Joseph
Assistant General Counsel
Office of Insurance Regulation
Legal Services Office
612 Larson Building
200 E. Gaines Street
Tallahassee, Florida 32399-4206

Copies to:

Peter Rice
Title Insurance Coordinator
200 East Gaines Street
Tallahassee, FL 32399-4206

Jeffrey W. Joseph
Assistant General Counsel
200 East Gaines Street
Tallahassee, FL 32399-4206

National Title Insurance Company in Rehabilitation
Corporate Mailing Addresses and Contacts

NAIC CODE	COMPANY NAME	FIRST NAME	LAST NAME	ADDRESS	CITY	STATE	ZIP	PHONE	EMAIL ADDRESS
12309	ALLIANT NATIONAL TITLE INSURANCE COMPANY, INC.	Gordon	Hampton	1831 Lethand Circle, Suite G	Longmont	CO	80501	303-682-9800	ghampton@alliantnational.com
51411	AMERICAN GUARANTY TITLE INSURANCE COMPANY	Christopher	Hebert	400 Second Avenue South	Minneapolis	MN	55401	612-371-4914	chiebert@oldrepublictitle.com
50229	CHICAGO TITLE INSURANCE COMPANY	Erik	Deppe	601 Riverside Ave	Jacksonville	FL	32204	904-854-8100	erik.deppe@inf.com
50883	COMMONWEALTH LAND TITLE INSURANCE COMPANY	Erik	Deppe	601 Riverside Avenue	Jacksonville	FL	32204	904-854-8100	erik.deppe@inf.com
51632	ENTITLE INSURANCE COMPANY	Maryse	Jean-Pierre	3 Summit Park Drive, Suite 525	Independence	OH	44131	216-526-3400	Maryse.Jean-Pierre@EntitleDirect.com
51586	FIDELITY NATIONAL TITLE INSURANCE COMPANY	Erik	Deppe	601 Riverside Avenue	Jacksonville	FL	32204	904-854-8100	erik.deppe@inf.com
51624	FIRST AMERICAN TITLE GUARANTY COMPANY	John	Megna	1 First American Way	Santa Ana	CA	92707	714-350-3372	jmegna@firstam.com
50814	FIRST AMERICAN TITLE INSURANCE COMPANY	John	Megna	1 First American Way	Santa Ana	CA	92707	714-350-3372	jmegna@firstam.com
50369	INVESTORS TITLE INSURANCE COMPANY	Diane	Crater	P.O. Drawer 2687	Chapel Hill	NC	27515-2687	919-945-2399	dcrater@invtitle.com
12953	K.E.L. TITLE INSURANCE GROUP, INC.	Yamile	Beritez-Torviso	8240 NW 52nd Terrace - Suite 102	Doral	FL	33166	786-336-1382	Yamile.Beritez-Torviso@myfloridactfo.com
50377	NATIONAL INVESTORS TITLE INSURANCE COMPANY	Diane	Crater	P.O. Drawer 2687	Chapel Hill	NC	27515-2687	919-945-2399	dcrater@invtitle.com
51020	NATIONAL TITLE INSURANCE OF NEW YORK, INC.	Erik	Deppe	601 Riverside Avenue	Jacksonville	FL	32204	904-854-8100	erik.deppe@inf.com
50120	NORTH AMERICAN TITLE INSURANCE COMPANY	Veronica	Bizuella	700 NW 107th Ave, Suite 300	Miami	FL	33172	305-229-6599	vbizuella@nat.com
50026	OLD REPUBLIC NATIONAL TITLE INSURANCE COMPANY	Christopher	Hebert	400 Second Avenue South	Minneapolis	MN	55401	612-371-4914	chiebert@oldrepublictitle.com
50792	PREMIER LAND TITLE INSURANCE COMPANY	Ben	Holliday	P.O. Box 199000	Dallas	TX	75219	214-981-6263	ben.holliday@titlemail.com
50121	SOUTHERN TITLE INSURANCE CORPORATION	Brenda	Stewart	11403 Century Oaks Terrace, Suite 210	Austin	TX	78758	512-404-6555	BSTEWART@PALOMARFIN.COM
50121	STEWART TITLE GUARANTY COMPANY	Kim	Peterson	P.O. Box 2029	Houston	TX	77252	713-625-8044	kpeterson@stewart.com
50016	TITLE RESOURCES GUARANTY COMPANY	Jeffrey	Gueiss	8111 LBJ Freeway, Ste 1200	Dallas	TX	75251	856-914-8806	jeff.gueiss@trac.com
50050	WESTCOB LAND TITLE INSURANCE COMPANY	MICHAEL	SCHESSTAD	875 Concourse Pkwy South, Ste 200	Maitland	FL	32751	407-629-5842	mrschesstad@wtlic.com
51152	WFG NATIONAL TITLE INSURANCE COMPANY	John	Woodridge	7401 Carmel Executive Park Dr, Suite 105	Charlotte	NC	28226-8403	704-542-7617	jwoodridge@willistonfinancial.com

DATASOURCE:

NAIC TABLES: COMPANY CONTACT, FINANCIAL STATEMENT CONTACT
(from CIR 2014 TITLE PREMIUMS)

**IN THE CIRCUIT COURT OF THE SECOND JUDICIAL CIRCUIT,
IN AND FOR LEON COUNTY, FLORIDA**

IN RE: The Receivership of
National Title Insurance Company,
A Florida Corporation,

CASE NO.: 2009-CA-2577

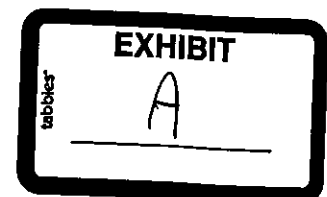
**RECEIVER'S STATUS REPORT AND MOTION FOR AN ASSESSMENT IN
ACCORDANCE WITH SECTION 631.400, FLORIDA STATUTES**

The Florida Department of Financial Services, as Receiver of National Title Insurance Company (hereinafter "National Title"), by and through undersigned counsel, respectfully submits its Status Report and Motion for an Order Approving an Assessment in Accordance with Section 631.400, Florida Statutes and as set forth herein and, as good cause therefore would show:

1. On July 6, 2009, the Second Judicial Circuit Court in and for Leon County, Florida (the "Court") appointed the Florida Department of Financial Services as Receiver of National Title Insurance Company for the purposes of rehabilitation.

2. Pursuant to Florida Statutes and as provided for in the Rehabilitation Order, the Receiver is conducting the business of National Title and taking all steps, as the Court may direct, toward the removal of the causes and conditions which have made the rehabilitation necessary, and taking such further action, as the Receiver deems necessary or appropriate, to reform and revitalize National Title.

3. National Title continues to be financially impaired in that its surplus remains under the required minimum \$1,500,000.00 per Section 624.408, Florida Statutes. A copy of National Title's unaudited Quarterly Financial Statement as of June 30, 2015 is incorporated herein as Exhibit "A".



4. National Title continues to lack the funded unrestricted reserve requirement of \$1,500,000.00 as required by Florida Statutes. Additionally, the current unrestricted cash available for National Title is insufficient to pay claims as they become due in the normal course of business.

5. The number of open claims is 13 (thirteen) as of August 31, 2015. The Receiver continues to settle claims in an effort to resolve and reduce National Title's outstanding claims liability.

6. In an effort to efficiently investigate, review and manage the claims received, the Receiver entered into a contract with a third party administrator, Quintarios Prieto Wood & Boyer ("Quintarios"). Quintarios continues to review all new and open claims, coverage and loss types and provide recommendations for handling per the Receiver's contract requirements. Along with the evaluation and administration of claims, Quintarios is responsible for assisting the Receiver in establishing a Loss Reserve. As of August 31, 2015, Quintarios has reviewed and established Loss reserves and LAE reserves of \$230,008.67 on the current open claims. Once all the recommendations are reviewed and approved by the Receiver, Quintarios will act in accordance with the proposed resolution plan to close out each claim.

7. There is no guaranty fund coverage in Florida for claims involving title insurance coverage.

8. Pursuant to Sections 631.400 (1) (a), Florida Statutes, National Title policies on real property located in Florida continue to remain in force.

9. In accordance with the provisions set forth in Section 631.400, Florida Statutes, each title insurer doing business in the State of Florida shall be liable for an

assessment to pay all unpaid title insurance claims and expenses of administering and settling claims on behalf of the National Title receivership. If deemed sufficient for the payment of known claims, loss adjustment expenses and the cost of administration of this estate, the Receiver may request, and the Office of Insurance Regulation shall order, an assessment on an annual basis. Assessments shall be based on the total of the direct title insurance premiums written in Florida as reported for the most recent calendar year. Each title insurer doing business in Florida shall be assessed on a pro rata share basis of the total direct title insurance premiums written in Florida.

10. Assessments shall be paid to the Receiver within ninety (90) days after notice of the assessment or pursuant to a quarterly installment plan approved by the Receiver. Any insurer that elects to pay an assessment on an installment plan shall also pay a financing charge to be determined by the Receiver. Exemptions or limitations to each insurer's assessment shall be determined by the Office of Insurance Regulation and Section 631.400, Florida Statutes.

11. The Receiver has evaluated the potential claims and expenses in the National Title estate and recommends the court approve a request for an assessment for the remainder of 2015 through June 2017 in the amount of \$500,000.00 (National Title Ins. Co. Cash Flow Projection, attached hereto as Exhibit "B") Upon approval, the Receiver will, pursuant to Sections 631.400 (3), Florida Statutes, request that the Office of Insurance Regulation order the approved assessment.

12. The Receiver recommends that the Court grant it the authority to continue to request assessments from the Office of Insurance Regulation on an annual basis until

no more policies of the title insurer in rehabilitation are in force or the potential future liability has been satisfied. See 631.400 (3), Florida Statutes.

13. The Receiver recommends that the rehabilitation continue as it continues to pursue all avenues to protect the interests of policyholders, creditors and other claimants, and the public by keeping the Florida policies in effect.

14. The Receiver recommends that all provisions of the original Plan of Rehabilitation not modified by the Revised Plan of Rehabilitation remain in effect.

WHEREFORE, the Receiver respectfully requests that this Court enter an Order Accepting the Status Report and Approving an Assessment in Accordance with Section 631.400, Florida Statutes.

Dated: September 3, 2015.



Yamile Benitez-Torviso, Senior Attorney
Florida Bar No. 0151726
Florida Department of Financial Services
Division of Rehabilitation and Liquidation
8240 NW 52 Terrace, Suite 102,
Doral, FL 33166
(786) 336-1382 – Telephone
(305) 499-2271 – Facsimile

ASSETS

		Current Statement Date			December 31 Prior Year Net Admitted Assets
		1	2	3	
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1.	Bonds				
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks				
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company				
4.2	Properties held for the production of income				
4.3	Properties held for sale				
5.	Cash	119,395		119,395	83,972
	Investments				
6.	Contract loans				
7.	Derivatives				
8.	Other invested assets				
9.	Receivables for securities				
10.	Securities lending reinvested collateral assets				
11.	Aggregate write-ins for invested assets				
12.	Subtotals, cash and invested assets (Lines 1 to 11)	119,395		119,395	83,972
13.	Title plants				
14.	Investment income due and accrued	140		140	152
15.	Premiums and considerations:				
15.1	Uncollected premiums and agents' balances in the course of collection				
15.2	Deferred premiums, agents' balances and installments booked but deferred *and not yet due				
15.3	Accrued retrospective premiums				
16.	Reinsurance:				
16.1	Amounts recoverable from reinsurers				
16.2	Funds held by or deposited with reinsured companies				
16.3	Other amounts receivable under reinsurance contracts				
17.	Amounts receivable relating to uninsured plans				
18.1	Current federal and foreign income tax recoverable and interest thereon				
18.2	Net deferred tax asset				
19.	Guaranty funds receivable or on deposit				
20.	Electronic data processing equipment and software				
21.	Furniture and equipment, including health care delivery assets				
22.	Net adjustment in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates				
24.	Health care and other amounts receivable				
25.	Aggregate write-ins for other than invested assets				
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)				298,718
	Protected Cell Accounts (Lines 12 to 25)	119,535		119,535	382,842
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28.	Total (Lines 26 and 27)	119,535		119,535	382,842

DETAILS OF WRITE-IN LINES					
1101.					
1102.					
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501.	Assessments				
2502.					298,718
2503.					
2598.	Summary of remaining write-ins for Line 25 from overflow page				
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)				298,718

Statement as of June 30, 2015 of the National Title Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Known claims reserve	243,454	232,929
2.	Statutory premium reserve	125,636	136,102
3.	Aggregate of other reserves required by law		
4.	Supplemental reserve		
5.	Commissions, brokerage and other charges due or accrued to attorneys, agents and real estate brokers		
6.	Other expenses (excluding taxes, licenses and fees)	17,782	18,480
7.	Taxes, licenses and fees (excluding federal and foreign income taxes)	4,571	4,571
8.1	Current federal and foreign income taxes (including \$ (0) on realized capital gains (losses))		
8.2	Net deferred tax liability		
9.	Borrowed money \$ (7544) and interest thereon \$ (326)	7,870	7,677
10.	Dividends declared and unpaid		
11.	Premiums and other consideration received in advance		
12.	Unearned interest and real estate income received in advance		
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Provision for unauthorized reinsurance		
16.	Net adjustments in assets and liabilities due to foreign exchange rates		
17.	Drafts outstanding		
18.	Payable to parent, subsidiaries and affiliates		
19.	Derivatives		
20.	Payable for securities		
21.	Payable for securities lending		
22.	Aggregate write-ins for other liabilities		
23.	Total liabilities (Lines 1 through 22)	399,313	399,759
24.	Aggregate write-ins for special surplus funds		
25.	Common capital stock	1,600,000	1,600,000
26.	Preferred capital stock	215,639	215,639
27.	Aggregate write-ins for other than special surplus funds		
28.	Surplus notes		
29.	Gross paid in and contributed surplus		
30.	Unassigned funds (surplus)	(2,095,417)	(1,832,556)
31.	Less treasury stock, at cost:		
31.1	(0) shares common (value included in Line 25 \$ (0))		
31.2	(0) shares preferred (value included in Line 26 \$ (0))		
32.	Surplus as regards policyholders (Lines 24 to 30 less 31)	(279,778)	(16,917)
33.	Totals (Page 2, Line 28, Col. 3)	119,535	382,842

DETAILS OF WRITE-INS			
0301.			
0302.			
0303.			
0398.	Summary of remaining write-ins for Line 03 from overflow page	-	-
0399.	Totals (Lines 0301 through 0303 plus 0398) (Line 03 above)	-	-
2201.			
2202.			
2203.			
2298.	Summary of remaining write-ins for Line 22 from overflow page	-	-
2299.	Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)	-	-
2401.			
2402.			
2403.			
2498.	Summary of remaining write-ins for Line 24 from overflow page	-	-
2499.	Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	-	-
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	-	-
2799.	Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	-	-

OPERATIONS AND INVESTMENT EXHIBIT

STATEMENT OF INCOME		1	2	2
		Current Year To Date	Prior Year To Date	Prior Year Ended December 31
OPERATING INCOME				
1.	Title insurance and related income:			
1.1	Title insurance premiums earned	10,467	12,874	25,747
1.2	Escrow and settlement services			
1.3	Other title fees and service charges			
2.	Aggregate write-ins for other operating income	0	0	300,000
3.	Total Operating Income (Lines 1 through 2)	10,467	12,874	325,747
DEDUCT:				
4.	Losses and loss adjustment expenses incurred	194,929	(35,600)	194,272
5.	Operating expenses incurred	80,098	46,065	93,112
6.	Aggregate write-ins for other operating deductions			
7.	Total Operating Deductions	275,027	10,465	287,384
8.	Net operating gain or (loss) (Lines 3 minus 7)	(264,560)	2,409	38,363
INVESTMENT INCOME				
9.	Net investment income earned	967	1,004	1,895
10.	Net realized capital gains (losses) less capital gains tax of \$ (0)			
11.	Net investment gain (loss) (Lines 9 + 10)	967	1,004	1,895
OTHER INCOME				
12.	Aggregate write-ins for miscellaneous income or (loss)	734	55	55
13.	Net income, after capital gains tax and before all other federal income taxes (Lines 8 + 11 + 12)	(262,859)	3,468	40,313
14.	Federal and foreign income taxes incurred			
15.	Net income (Lines 13 minus 14)	(262,859)	3,468	40,313
CAPITAL AND SURPLUS ACCOUNT				
16.	Surplus as regards policyholders, December 31 prior year	(391,865)	(57,230)	(432,178)
17.	Net income (from Line 15)	(262,859)	3,468	40,313
18.	Change in net unrealized capital gains or (losses) less capital gains tax of \$ (0)			
19.	Change in net unrealized foreign exchange capital gain (loss)			
20.	Change in net deferred income taxes			
21.	Change in nonadmitted assets			
22.	Change in provision for unauthorized reinsurance			
23.	Change in supplemental reserves			
24.	Change in surplus notes			
25.	Cumulative effect of changes in accounting principles			
26.	Capital Changes:			
26.1	Paid in			
26.2	Transferred from surplus (Stock Dividend)			
26.3	Transferred to surplus			
27.	Surplus Adjustments:			
27.1	Paid in			
27.2	Transferred to capital (Stock Dividend)			
27.3	Transferred from capital			
28.	Dividends to stockholders			
29.	Change in treasury stock			
30.	Aggregate write-ins for gains and losses in surplus			
31.	Change in surplus as regards policyholders (Lines 17 through 30)	(262,859)	3,468	40,313
32.	Surplus as regards policyholders as of statement date (Lines 16 plus 31)	(654,724)	(53,762)	(391,865)

DETAILS OF WRITE-IN LINES				
0201.	Bad debt recovery and other income			
0202.	Unclaimed property collected			
0203.	Assessments	0		300,000
0298.	Summary of remaining write-ins for Line 02 from overflow page			
0299.	Totals (Lines 0201 through 0203 plus 0298) (Line 02 above)	0	0	300,000
0601.				
0602.				
0603.				
0698.	Summary of remaining write-ins for Line 06 from overflow page			
0699.	Totals (Lines 0601 through 0603 plus 0698) (Line 06 above)	0	0	0
1201.	Other Income	734	55	55
1202.				
1203.				
1298.	Summary of remaining write-ins for Line 12 from overflow page	0	0	0
1299.	Totals (Lines 1201 through 1203 plus 1298) (Line 12 above)	734	55	55
3001.				
3002.				
3003.				
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	0	0
3099.	Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)	0	0	0

Statement as of June 30, 2015 of the National Title Insurance Company

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS			
1 Premiums collected net of reinsurance			
1.1 Assessments			
2 Net investment income	298,719	-	1,282
3 Miscellaneous Income	979	985	1,902
4 Total (lines 1 through 3)	300,432	1,040	3,239
5 Benefit and loss related payments			
6 Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	184,404		9,593
7 Commissions, expenses paid and aggregate write-ins for deductions	80,605	72,425	110,457
8 Dividends paid to policyholders			
9 Federal and foreign Income taxes paid			
10 Total (Lines 5 through 9)	265,009	72,425	120,050
11 Net cash from operations (line 4 minus line 10)	35,423	(71,385)	(116,811)
CASH FROM INVESTMENTS			
12 proceeds from investments sold, matured or repaid:			
12.1 Bonds			
12.2 Stocks			
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 net gains or (losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds			
12.8 Total investment proceeds (Lines 12.1 to 12.7)			
13 Cost of investments acquired (long-term only):			
13.1 Bonds			
13.2 Stocks			
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets			
13.6 Miscellaneous applications			
13.7 Total investments acquired (Lines 13.1 to 13.6)			
14 Net increase (decrease) in contract loans and premium notes			
15 Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)			
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16 Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)			
17 Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus 16.5 plus Line 16.6)			
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18 Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	35,423	(71,385)	(116,811)
19 Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	83,972	200,783	200,783
19.2 End of period (line 18 plus Line 19.1)	119,395	129,398	83,972

National Title Ins. Co. Cash Flow Projection For Assessment Calculation August 1 - December 31, 2015						
	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Totals
Beginning Cash Balance	106,769	84,387	53,492	22,559	(8,412)	
Receipts:						
Investment Income (1)	123	105	67	28	-	324
Assessment Collections (2)						
Subrogation Collections (3)						
Disbursements:						
Loss Reserves, LAE (4)		(700)	(700)	(700)	(205,177)	(207,277)
Claims TPA - Part A and B (5)	(6,237)	(5,300)	(5,300)	(5,300)	(5,300)	(27,437)
Receiver Expenses (6)	(16,268)	(25,000)	(25,000)	(25,000)	(25,000)	(116,268)
Change in Cash	(22,382)	(30,885)	(30,933)	(30,972)	(235,477)	
Ending Cash Balance (Deficit)	84,387	53,492	22,559	(8,412)	(243,889)	
Notes:						
(1) Assumed earnings rate of 1.5%.						
(2) All 2014 assessments were collected by April 2015.						
(3) Collection of subrogation on Ocean Bank claim; payment of \$171K is indeterminant and may require litigation.						
(4) Loss Reserves at 7/31/15 of \$207,277. Assumption that the Aegis (\$155.5K) and Freedom (\$50K) claims are paid by 12/31/15. Other claims paid over remaining months in 2015.						
(5) Vendor expense reserves at 7/31/15 of approx. \$9,000 for Part A and \$18,437 for Part B projected to be paid over remaining months in 2015.						
(6) Monthly Receiver's expenses are based on an average of expenses for the seven months ending 7/31/15 increased for assumed higher level of claims and assessment activity.						

EXHIBIT B

National Title Ins. Co. Cash Flow Projection For Assessment Calculation January 1 - June 30, 2017							
	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Totals
Beginning Cash Balance	(438,889)	(448,889)	(458,889)	(468,889)	(478,889)	(488,889)	
Receipts:							
Investment Income (1)							
Assessment Collections (2)							
Subrogation Collections (3)							
Disbursements							
Loss Reserves, LAE (4)							
Claims IPA - Part A and B (5)							
Receiver Expenses (6)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(60,000)
Change in Cash	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)
Ending Cash Balance (Deficit)	(448,889)	(458,889)	(468,889)	(478,889)	(488,889)	(498,889)	
Ending Deficit for Assessment (Rounded Up)						500,000	
Notes:							
(1) Assumed earnings rate of 1.5%							
(2) All 2014 assessments were collected by April 2015.							
(3) Collection of subrogation on Ocean Bank claim payment of \$171K is indeterminate and may require litigation.							
(4) Loss Reserves at 7/31/15 of approx. \$207,000. Assumption that the Aegis (\$156K) and Freedom (\$50K) claims are paid by 12/31/15 and other claims paid over remaining months in 2015.							
(5) Vendor expense reserves at 7/31/15 of approx. \$9,000 for Part A and \$19,000 for Part B projected to be paid over remaining months in 2015.							
(6) Monthly Receiver's expenses are based on the assumption that claims and assessment activities fall off after April 2016 and estate is in a maintenance mode.							

**IN THE CIRCUIT COURT OF THE SECOND JUDICIAL CIRCUIT,
IN AND FOR LEON COUNTY, FLORIDA**

IN RE: The Receivership of
National Title Insurance Company,
A Florida Corporation,

CASE NO.: 2009-CA-2577

**ORDER ON RECEIVER'S STATUS REPORT AND MOTION FOR AN ASSESSMENT
IN ACCORDANCE WITH SECTION 631.400, FLORIDA STATUTES**


THIS CAUSE having come before the Court on the Receiver's Status Report and Motion for an Order Approving an Assessment in Accordance with Section 631.400, Florida Statutes, the Court having reviewed the pleadings of record filed by the Receiver, and otherwise being fully advised, it is,

ORDERED AND ADJUDGED

1. The Receiver's Status Report and Motion for an Order Approving an Assessment in Accordance with Section 631.400, Florida Statutes is hereby GRANTED.
2. The Office of Insurance Regulation is hereby directed and ordered to order an assessment to the title insurance companies in Florida to pay the claims and expenses of National Title in the amount of \$500,000.00, as set forth in the Receiver's Motion.
3. If a further assessment is necessary, the Receiver will return to this Court to seek this Court's approval.
4. The Receiver is authorized and directed to continue ongoing operational activities in the receivership as it deems necessary and appropriate.
5. The authority granted to the Receiver under Chapter 631, Florida Statutes, and the Consent Order previously entered by this Court on July 6, 2009 remains in effect.

6. The automatic stay provisions set forth in Section 631.041, Florida statutes, and the Consent Order remain in effect.

8 **DONE AND ORDERED** in Chambers at Tallahassee, Leon County, Florida this
day of September, 2015.



ANGELA DEMPSEY
CIRCUIT JUDGE

National Title Insurance Company in Rehabilitation

Florida Title Industry Assessment for Calendar Year 2014 per Section 631.400, Florida Statutes

Assessment Amount

\$ 500,000.00

F.S. 631.400(7) Test
Assessment must be less than 3% of Surplus for previous calendar year end

Company Name	NAIC Code	12/31/14 Total DPW *	2014 Florida Market Share	12/31/14 Liabilities **	12/31/14 Surplus **	10% of Liabilities	Minimum Surplus Requirement (Greater of \$1.5M or 10% of liabilities)	Assessment	Surplus After Assessment	Excess Surplus After Assessment	12/31/14 Surplus **	3% of Surplus	Assessment	3% of surplus minus assessment (result should be positive number)
1 ACE Capital Title Reinsurance Company	50028	\$ -	0.00%	\$ 6,125,555	\$ 42,125,923	\$ 612,556	\$ 1,500,000	\$ -	\$ 42,125,923	\$ 40,625,923	\$ 42,125,923	\$ 1,263,778	\$ -	\$ 1,263,777.69
2 Alliant National Title Insurance Company, Inc.	12309	\$ 12,632,022	1.17%	\$ 11,904,274	\$ 6,304,649	\$ 1,190,427	\$ 1,500,000	\$ 5,865.56	\$ 6,298,783	\$ 4,798,783	\$ 6,304,649	\$ 189,139	\$ 5,865.56	\$ 183,273.91
3 American Guaranty Title Insurance Company	51411	\$ -	0.00%	\$ 10,629,317	\$ 23,350,208	\$ 1,062,932	\$ 1,500,000	\$ -	\$ 23,350,208	\$ 21,850,208	\$ 23,350,208	\$ 700,506	\$ -	\$ 700,506.24
4 Chicago Title Insurance Company	50229	\$ 145,102,913	13.48%	\$ 934,754,377	\$ 971,075,704	\$ 93,475,438	\$ 93,475,438	\$ 67,377.21	\$ 971,008,327	\$ 877,532,889	\$ 971,075,704	\$ 29,132,271	\$ 67,377.21	\$ 29,064,893.91
5 Commonwealth Land Title Insurance Company	50083	\$ 33,202,546	3.08%	\$ 336,738,790	\$ 245,107,591	\$ 33,673,879	\$ 33,673,879	\$ 15,417.30	\$ 245,092,174	\$ 211,418,295	\$ 245,107,591	\$ 7,353,228	\$ 15,417.30	\$ 7,337,810.43
6 EnTitle Insurance Company	51632	\$ 604,578	0.06%	\$ 6,090,001	\$ 10,050,762	\$ 609,000	\$ 1,500,000	\$ 280.73	\$ 10,050,481	\$ 8,550,481	\$ 10,050,762	\$ 301,523	\$ 280.73	\$ 301,242.13
7 Fidelity National Title Insurance Company	51586	\$ 100,458,963	9.33%	\$ 790,931,355	\$ 476,852,448	\$ 79,093,136	\$ 79,093,136	\$ 46,647.20	\$ 476,805,801	\$ 397,712,665	\$ 476,852,448	\$ 14,305,573	\$ 46,647.20	\$ 14,258,926.24
8 First American Title Guaranty Company	51624	\$ -	0.00%	\$ 2,369,351	\$ 12,676,303	\$ 236,935	\$ 1,500,000	\$ -	\$ 12,676,303	\$ 11,176,303	\$ 12,676,303	\$ 380,289	\$ -	\$ 380,289.09
9 First American Title Insurance Company	50814	\$ 245,762,380	22.82%	\$ 1,208,517,105	\$ 978,726,828	\$ 120,851,711	\$ 120,851,711	\$ 114,117.51	\$ 978,612,710	\$ 857,761,000	\$ 978,726,828	\$ 29,361,805	\$ 114,117.51	\$ 29,247,687.33
10 Investors Title Insurance Company	50369	\$ 656,683	0.06%	\$ 67,850,001	\$ 72,514,932	\$ 6,785,000	\$ 6,785,000	\$ 304.92	\$ 72,514,627	\$ 65,729,627	\$ 72,514,932	\$ 2,175,448	\$ 304.92	\$ 2,175,143.04
11 National Investors Title Insurance Company	50377	\$ -	0.00%	\$ 3,830,567	\$ 10,617,902	\$ 383,057	\$ 1,500,000	\$ -	\$ 10,617,902	\$ 9,117,902	\$ 10,617,902	\$ 318,537	\$ -	\$ 318,537.06
12 National Title Insurance of New York, Inc.	51020	\$ 5,582,656	0.52%	\$ 68,141,455	\$ 51,384,641	\$ 6,814,146	\$ 6,814,146	\$ 2,592.26	\$ 51,382,049	\$ 44,567,903	\$ 51,384,641	\$ 1,541,539	\$ 2,592.26	\$ 1,538,946.97
13 North American Title Insurance Company	50130	\$ 20,337,004	1.89%	\$ 38,885,523	\$ 51,136,122	\$ 3,888,552	\$ 3,888,552	\$ 9,443.30	\$ 51,126,679	\$ 47,238,126	\$ 51,136,122	\$ 1,534,084	\$ 9,443.30	\$ 1,524,640.36
14 Old Republic National Title Insurance Company	50520	\$ 349,459,199	32.45%	\$ 517,077,193	\$ 436,069,117	\$ 51,707,719	\$ 51,707,719	\$ 162,268.18	\$ 435,906,849	\$ 384,199,130	\$ 436,069,117	\$ 13,082,074	\$ 162,268.18	\$ 12,919,805.33
15 Premier Land Title Insurance Company	50026	\$ 5,310,646	0.49%	\$ 7,509,397	\$ 7,354,666	\$ 750,940	\$ 1,500,000	\$ 2,465.95	\$ 7,352,200	\$ 5,852,200	\$ 7,354,666	\$ 220,640	\$ 2,465.95	\$ 218,174.03
16 Southern Title Insurance Corporation	50792	\$ -	0.00%	\$ 28,722,713	\$ (19,989,408)	\$ 2,872,271	\$ 2,872,271	\$ -	\$ (19,989,408)	\$ (22,861,679)	\$ (19,989,408)	\$ (599,682)	\$ -	\$ (599,682.24)
17 Stewart Title Guaranty Company	50121	\$ 61,916,292	5.75%	\$ 556,708,298	\$ 525,766,091	\$ 55,670,830	\$ 55,670,830	\$ 28,750.26	\$ 525,737,341	\$ 470,066,511	\$ 525,766,091	\$ 15,772,983	\$ 28,750.26	\$ 15,744,232.47
18 Title Resources Guaranty Company	50016	\$ 18,632,608	1.73%	\$ 45,684,273	\$ 27,697,162	\$ 4,568,427	\$ 4,568,427	\$ 8,651.88	\$ 27,688,510	\$ 23,120,083	\$ 27,697,162	\$ 830,915	\$ 8,651.88	\$ 822,262.98
19 Westcor Land Title Insurance Company	50050	\$ 57,925,198	5.38%	\$ 59,028,325	\$ 23,777,118	\$ 5,902,833	\$ 5,902,833	\$ 26,897.04	\$ 23,750,221	\$ 17,847,388	\$ 23,777,118	\$ 713,314	\$ 26,897.04	\$ 686,416.50
20 WFG National Title Insurance Company	51152	\$ 19,211,534	1.78%	\$ 50,836,094	\$ 18,914,940	\$ 5,083,609	\$ 5,083,609	\$ 8,920.70	\$ 18,906,019	\$ 13,822,410	\$ 18,914,940	\$ 567,448	\$ 8,920.70	\$ 558,527.50
Total Direct Premiums Written in 2014		\$ 1,076,795,222	100.00%					\$ 500,000.00					\$ 500,000.00	

*Source: NAIC Tables: Schedule T Florida Premiums (from OIR 2014 TITLE PREMIUMS, liab,surplus tab)

**Source: NAIC Tables: Page 3, Liabilities and Surplus (from OIR 2014 TITLE PREMIUMS, liab,surplus tab)

