

NOT TRULY an amended filing. Correction was made to error in the electronic note 20.



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF MARCH 31, 2018

OF THE CONDITION AND AFFAIRS OF THE

Bristol West Casualty Insurance Company

NAIC Group Code 0069 0069 NAIC Company Code 11034 Employer's ID Number 34-1893500
(Current) (Prior)

Organized under the Laws of Ohio, State of Domicile or Port of Entry OH

Country of Domicile United States of America

Incorporated/Organized 04/19/1999 Commenced Business 05/18/2000

Statutory Home Office Rockside Center III 5990 West Creek Road, Independence, OH, US 44131
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 900 S. Pine Island Rd. Suite 600
(Street and Number)
Plantation, FL, US 33324, 888-888-0080
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 900 S. Pine Island Rd. Suite 600, Plantation, FL, US 33324
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 900 S. Pine Island Rd. Suite 600
(Street and Number)
Plantation, FL, US 33324, 888-888-0080
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.bristolwest.com

Statutory Statement Contact Maria Eugenia Aguilera, 888-888-0080
(Name) (Area Code) (Telephone Number)
mary.aguilera@bristolwest.com, 954-316-5218
(E-mail Address) (FAX Number)

OFFICERS

President Eric Emil Kappler Treasurer Maria Eugenia Aguilera
Secretary Martin Robert Brown

OTHER

Maite Irakoze Baur Victoria Louise McCarthy Ronald Gregory Myhan
Todd Michael Williams

DIRECTORS OR TRUSTEES

Maria Beth Bleavins Thomas David Brown Eric Emil Kappler
Janice Gale Scott Todd Michael Williams

State of Florida SS:
County of Broward

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Eric E. Kappler
President

Martin R. Brown
Secretary

Maria E. Aguilera
Treasurer

Subscribed and sworn to before me this
14th day of May, 2018

- a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number.....
2. Date filed
3. Number of pages attached.....

James L. Bissler
Notary Public
06/25/2018

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices

The financial statements of Bristol West Casualty Insurance Company (“the Company”) are presented on the basis of accounting practices prescribed or permitted by the Insurance Department of the state of Ohio (“DOI”).

The Company recognizes only statutory accounting practices prescribed or permitted by the state of Ohio (the “State”) for determining and reporting the financial condition and results of operations of an insurance company, and for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures Manual (the “Codification”), version effective January 1, 2001 and subsequently amended (“NAIC SAP”) has been adopted as a component of prescribed or permitted practices by the State. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices. The Company did not utilize any permitted practices during the years presented.

A reconciliation of the Company’s net income and surplus between NAIC SAP and practices prescribed by the State of Ohio for year-to-date March 31, 2018 and the year ended December 31, 2017 is shown below:

	SSAP #	F/S Page	F/S Line #	2018	2017
<u>NET INCOME</u>					
(1) Ohio basis (Page 4, Line 20, Columns 1 & 3)	XXX	XXX	XXX	\$ 50,052	\$ 31,975
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:				-	-
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				-	-
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	\$ 50,052	\$ 31,975
<u>SURPLUS</u>					
(5) Ohio basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 8,922,430	\$ 8,904,681
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP:				-	-
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				-	-
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	\$ 8,922,430	\$ 8,904,681

B. Use of Estimates in the Preparation of the Financial Statements

No significant changes to disclose since the most recently filed annual statement.

C. Accounting Policy

(1) – (5) No significant changes to disclose since the most recently filed annual statement.

(6) Mortgage-backed bonds and structured securities are stated at either amortized cost or the lower of amortized cost or market value. Premiums and discounts on mortgage-backed securities and structured securities are amortized using the retrospective method, except for interest-only mortgage-backed securities, which are amortized using the prospective method.

Loan-backed securities with evidence of deterioration of credit quality for which it is probable that the company will be unable to collect all contractually required payments receivable, are written down to the present value of expected cash flows to be received.

(7) – (13) No significant changes to disclose since the most recently filed annual statement.

D. Going Concern

Management has evaluated the Company’s ability to continue as a going concern, and is satisfied that the Company has adequate resources to enable it to continue in business for the foreseeable future.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

No significant changes to disclose since the most recently filed annual statement.

3. BUSINESS COMBINATIONS AND GOODWILL

A. Statutory Purchase Method

Not applicable.

NOTES TO FINANCIAL STATEMENTS

B. Statutory Merger

Not applicable.

C. Impairment Loss

Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

5. INVESTMENTS

A. Mortgage Loans, including Mezzanine Real Estate Loans

Not applicable.

B. Debt Restructuring

Not applicable.

C. Reverse Mortgages

Not applicable.

D. Loan-Backed Securities

(1) Prepayment assumptions were obtained from an external securities information service and are consistent with the current interest rate and economic environment.

(2) Not applicable.

(3) None.

(4) None.

(5) All loan-backed and structured securities were reviewed to determine if there were any indications of potential other-than-temporary impairment. If any indication of other-than-temporary impairment existed, then a cash flow and credit support analysis was performed. If it was determined that the Company was to receive less than 100% contractual cash flows, an other-than-temporary impairment was measured and taken in accordance with SSAP 43R.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable.

H. Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not applicable.

J. Real Estate

Not applicable.

K. Low-Income Housing Tax Credits (LIHTC)

None.

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

No significant changes to disclose since the most recently filed annual statement.

M. Working Capital Finance Investments

Not applicable.

N. Offsetting and Netting of Assets and Liabilities

Not applicable.

O. Structured Notes

None.

P. 5* Securities

None.

Q. Short Sales

None.

R. Prepayment Penalty and Acceleration Fees

None.

6. JOINT VENTURES, PARTNERSHIPS, AND LIMITED LIABILITY COMPANIES

No significant changes to disclose since the most recently filed annual statement.

7. INVESTMENT INCOME

No significant changes to disclose since the most recently filed annual statement.

8. DERIVATIVE INSTRUMENTS

Not applicable.

9. INCOME TAXES

A. Deferred Tax Asset/(Liability)

No significant changes to disclose since the most recently filed annual statement.

B. Deferred Tax Liabilities Not Recognized

No significant changes to disclose since the most recently filed annual statement.

C. Current and Deferred Income Taxes

No significant changes to disclose since the most recently filed annual statement.

D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

No significant changes to disclose since the most recently filed annual statement.

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits

No significant changes to disclose since the most recently filed annual statement.

F. Consolidated Federal Income Tax Return

No significant changes to disclose since the most recently filed annual statement.

G. Federal or Foreign Federal Income Tax Loss Contingencies

No significant changes to disclose since the most recently filed annual statement.

NOTES TO FINANCIAL STATEMENTS

Other

The Tax Cuts and Jobs Act (H.R.1) was enacted into law on December 22, 2017. The Act changes existing United States tax law and includes numerous provisions affecting businesses, including reducing the federal corporate tax rate from 35% to 21% and several base-broadening provisions. The NAIC issued INT 18-01: Updated Tax Estimates under the Tax Cuts and Jobs Act to address the application of statutory accounting principles when a reporting entity does not have the necessary information available, prepared, or analyzed (including computations) in reasonable detail to complete the accounting for certain income tax effects of the Act.

In the 2018 financial statements, the Company has provisioned for the federal corporate tax rate reduction and the tax effect on the base-broadening provisions where information is available. The impact of the Act to DTA admissibility under SSAP 101 is currently under evaluation. Our net admitted DTA is computed based on reasonable estimates and guidance available currently. The Company is awaiting additional guidance and information from the Internal Revenue Service to determine the transition adjustment on the tax basis discounted unpaid loss reserves. No provisional amount for the tax basis unpaid loss reserves was recorded in the year-end 2017 statutory financial statements. Any subsequent adjustment to these amounts will be recorded in the period when the information necessary to update the estimate becomes available.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES, AND OTHER RELATED PARTIES

A.B.C. No significant changes to disclose since the most recently filed annual statement.

D-L. The Company is one of the Farmers' companies, which is comprised of Farmers Insurance Exchange, Fire Insurance Exchange, Truck Insurance Exchange, Mid-Century Insurance Company, Farmers New Century Insurance Company, Mid-Century Insurance Company of Texas, Texas Farmers Insurance Company, Illinois Farmers Insurance Company, Farmers Insurance Company, Inc., Farmers Insurance Company of Arizona, Farmers Insurance Company of Idaho, Farmers Insurance Company of Oregon, Farmers Insurance Company of Washington, Farmers Insurance of Columbus, Inc., Civic Property and Casualty Company, Exact Property and Casualty Company, Neighborhood Spirit Property and Casualty Company, Farmers Texas County Mutual Insurance Company, Farmers Reinsurance Company, Foremost Insurance Company Grand Rapids, Michigan, Foremost Property and Casualty Insurance Company, Farmers Specialty Insurance Company, Foremost Signature Insurance Company, Foremost County Mutual Insurance Company, Foremost Lloyds of Texas, Bristol West Casualty Insurance Company, Bristol West Insurance Company, Bristol West Preferred Insurance Company, Coast National Insurance Company, and Security National Insurance Company. Others are: 21st Century North America Insurance Company, 21st Century Centennial Insurance Company, 21st Century Premier Insurance Company, 21st Century Security Insurance Company, Farmers Insurance Hawaii, Inc., 21st Century Superior Insurance Company, 21st Century Advantage Insurance Company, 21st Century Preferred Insurance Company, 21st Century Pinnacle Insurance Company, 21st Century Indemnity Insurance Company, 21st Century National Insurance Company, 21st Century Auto Insurance Company of New Jersey, American Pacific Insurance Company, Inc., 21st Century Pacific Insurance Company, 21st Century Assurance Company, 21st Century Insurance Company, 21st Century Casualty Company, and 21st Century Insurance Company of the Southwest. For more details on ownership, see Schedule Y.

M. Non-Insurance Subsidiary, Controlled and Affiliated (SCA) Entity Valuations

None.

N. Insurance SCA Entities Utilizing Prescribed or Permitted Practices

None.

11. DEBT

Not applicable.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

Not applicable.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

No significant changes to disclose since the most recently filed annual statement.

14. LIABILITIES, CONTINGENCIES, AND ASSESSMENTS

A. Contingent Commitments

Not applicable.

NOTES TO FINANCIAL STATEMENTS

B. Assessments

No significant changes to disclose since the most recently filed annual statement.

C. Gain Contingencies

None.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Law Suits

No significant changes to disclose since the most recently filed annual statement.

E. Product Warranties

None.

F. Joint and Several Liabilities

None.

G. All Other Contingencies

Litigation

Certain of the Farmers' companies are defendants in certain lawsuits arising in the normal course of business, which are in various stages of development. Some of these matters seek punitive as well as compensatory damages. While it is not possible to predict the outcome of these matters with certainty, management believes that their ultimate disposition will not have a material effect on the Company's financial position or results of operations. In addition, certain members of the Farmers' companies are, from time to time, involved as parties in various governmental and administrative proceedings.

Revolving Credit Facility Framework Agreement

No significant changes to disclose since the most recently filed annual statement.

15. LEASES

A. Lessee Operating Leases

Not applicable.

B. Lessor Leases

Not applicable.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

Not applicable.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales

Not applicable.

B. Transfer and Servicing of Financial Assets

Not applicable.

C. Wash Sales

The Company had no wash sale transactions in the periods presented that require disclosure.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

Not applicable.

NOTES TO FINANCIAL STATEMENTS

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

No significant changes to disclose since the most recently filed annual statement.

20. FAIR VALUE MEASUREMENTS

A. Inputs Used For Assets Measured At Fair Value

(1) Fair Value Measurements by Levels 1, 2 and 3

The Company categorizes assets that are measured at fair value into the three-level fair value hierarchy as follows:

Level 1 - Liquid investments traded in active markets and valued based on unadjusted quoted prices. Assets in this category are preferred and common stock securities.

Level 2 - Bonds, preferred stocks, common stocks and call options which are not exchange traded. These securities are valued based upon models with observable inputs (for example, market interest rates, credit spreads, etc.). They may have been determined by independent pricing services using observable inputs.

Level 3 - Investments valued based upon models with "significant" non-observable inputs (assumptions). Such assumptions can be about loss severities, prepayment speed, interest rate volatilities, earnings forecast, comparable sales, etc.

The Company has no assets that are measured at fair value as of March 31, 2018.

(2) Rollforward of Level 3

None.

(3) Policy on Transfers In and Out of Level 3

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an investment to be transferred in or out of Level 3.

(4) Inputs and Techniques Used for Level 2 and Level 3 Fair Values

Bonds carried at fair value categorized as Level 2 were valued using a market approach. These valuations were determined to be Level 2 valuations as quoted market prices for similar instruments in an active market were utilized. This was accomplished by the use of matrix pricing. Matrix pricing takes quoted prices of bonds with similar features that are inputs into the analysis, including duration, credit quality, tax status and call and sinking fund features.

Bonds carried at fair value categorized as Level 3 were valued using unobservable inputs. These unobservable inputs reflect our own assumptions about the criteria that market participants would use in pricing these assets (including assumptions about risk). These assumptions were based on the best information available in the circumstances.

(5) Derivative Fair Values

None.

B. Other Fair Value Disclosures

None.

NOTES TO FINANCIAL STATEMENTS

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3

The table below reflects the fair values and admitted values of all financial instruments excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures) as of March 31, 2018. The fair values are categorized into the three-level fair value hierarchy as described above in Note 20A.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)	(NAV) Included in Level 2
a. Assets at Fair Value							
Bonds	\$ 11,835,391	\$ 11,959,380	\$ -	\$ 11,835,391	\$ -	\$ -	\$ -
Preferred Stock	-	-	-	-	-	-	-
Common Stock	-	-	-	-	-	-	-
Mortgage Loans - Unaffiliated	-	-	-	-	-	-	-
Real Estate	-	-	-	-	-	-	-
Cash, Cash Equivalents and Short-Term	950,736	950,736	950,736	-	-	-	-
Receivable for Securities	-	-	-	-	-	-	-
Derivative Instruments	-	-	-	-	-	-	-
Securities Lending	-	-	-	-	-	-	-
Mortgage Loan Joint Venture Interest-Unaffiliate	-	-	-	-	-	-	-
Other Joint-Venture Interest Unaffiliated	-	-	-	-	-	-	-
Fixed or Variable Rate - Bonds - Unaffiliated	-	-	-	-	-	-	-
Surplus Debentures, etc - Affiliated	-	-	-	-	-	-	-
Real Estate Joint Venture Interest-Unaffiliated	-	-	-	-	-	-	-
Other Class Unaffiliated	-	-	-	-	-	-	-
Other Fixed Income Instruments - Unaffiliated	-	-	-	-	-	-	-
Total Assets at Fair Value	\$ 12,786,127	\$ 12,910,116	\$ 950,736	\$ 11,835,391	\$ -	\$ -	\$ -
b. Liabilities at Fair Value							
Payable for Securities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities at Fair Value	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

D. Not Practicable to Estimate Fair Value

None.

21. OTHER ITEMS

A. Unusual or Infrequent Items

None.

B. Troubled Debt Restructuring: Debtors

Not applicable.

C. Other Disclosures

No significant changes to disclose since the most recently filed annual statement.

D. Business Interruption Insurance Recoveries

None.

E. State Transferable and Non-transferable Tax Credits

None.

F. Subprime Mortgage Related Risk Exposure

(1) – (4) None.

G. Insurance-Linked Securities (ILS) Contracts

Not applicable.

NOTES TO FINANCIAL STATEMENTS

22. EVENTS SUBSEQUENT

No significant changes to disclose since the most recently filed annual statement.

23. REINSURANCE

A. Unsecured Reinsurance Recoverables

No significant changes to disclose since the most recently filed annual statement.

B. Reinsurance Recoverable in Dispute

None.

C. Reinsurance Assumed and Ceded

(1) No significant changes to disclose since the most recently filed annual statement.

(2) None.

(3) Not applicable.

D. Uncollectible Reinsurance

None.

E. Commutation of Ceded Reinsurance

None.

F. Retroactive Reinsurance

None.

G. Reinsurance Accounted for as a Deposit

None.

H. Disclosures for the Transfer of Property and Casualty Run-Off Agreements

None.

I. Certified Reinsurance Rating Downgraded or Status Subject to Revocation

None.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

Not applicable.

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

A. Reserves for incurred losses and loss adjustment expenses attributable to insured events of prior years have decreased approximately \$2,000 as of March 31, 2018, as a result of re-estimation of unpaid losses and loss adjustment expenses. This decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased and decreased as additional information becomes known regarding individual claims.

B. The Company made no significant changes in methodology or assumptions used in calculating liabilities for unpaid losses and loss adjustment expenses in 2018.

26. INTERCOMPANY POOLING ARRANGEMENTS

Not applicable.

27. STRUCTURED SETTLEMENTS

Not applicable.

NOTES TO FINANCIAL STATEMENTS

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

No significant changes to disclose since the most recently filed annual statement.

31. HIGH DEDUCTIBLES

Not applicable.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

Not applicable.

33. ASBESTOS/ENVIRONMENTAL RESERVES

None.

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

Not applicable.