National Conference of State Legislatures
Capitol Forum – San Diego, CA
Insurance Task Force

Tim Lynch, NICB Government Affairs Director
Key Facts

- Non-profit organization (www.nicb.org)
- 105-year history of established cooperation with federal, state and local law enforcement agencies
- Over 1,100 P&C insurance companies, rental car companies and self-insureds are members
- Extensive data sharing between the entities
- Success of the relationship is built on trust between the insurance industry, law enforcement and NICB
- 2017 Revenue: $53M
Example of Fraud – 2016

- $900 Million Healthcare Fraud Case
  - Medicare Fraud Strike Force – Department of Justice, Health and Human Services
- $38 Million billed to one clinic from Medicare/Medicaid
- 300 individuals charged, 60 medical professionals
- Florida, New York, Michigan, California, Texas, Illinois
- Largest Takedown in history
NICB Regions

Foreign Operations
Located in Chula Vista, CA; responsible for repatriation of stolen vehicles from all countries outside the U.S. border.
NICB Disciplines

- Data Analytics
- Investigations
- Training
- Legislative Advocacy
- Public Awareness
2015 Organized Crime Groups QCs by Loss State and Loss City

*Not all Questionable Claims contain sufficient information to be mapped

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Priorities

- Medical Fraud
- Commercial Fraud
- Vehicle Crime
Medical Fraud Task Forces

- New York, NY
- South Florida
- Houston, TX
- Los Angeles, CA
- Metro D.C.
- Central Florida
- Mid-Atlantic, New Jersey
- Chicago, IL
Flood Cars
Number of Flooded Vehicles?

- Hurricanes Harvey and Irma
  - A) 743,000
  - B) 459,000
  - C) 390,000
  - D) 637,000
  - Answer – D!
Flooded Vehicles
Damaged Vehicles & Specialized Equipment

- Coordinating with IAA and Copart
  - Acquired additional acres of storage lots
  - Authorized tow driver lists
  - Data processed against claims reported
Flooded Vehicles

- State DMV’s
- Vehicle Titling Laws
- “Buyer Beware”
- Resources
  - VINCheck - [https://www.nicb.org/how-we-help/vincheck](https://www.nicb.org/how-we-help/vincheck)
  - [www.vehiclehistory.org](http://www.vehiclehistory.org) – NMVTIS
Public Awareness

- NICB’s first-of-its kind consumer protection service
- Allows car buyers to see if vehicle was declared as “salvage” or total loss by an NICB member that participates
- We must **all** do our part in keeping flood vehicles from being resold to unsuspecting consumers
Harvey Catastrophe Response

- Launched the NICB Geospatial Support Portal
  - Interactive coverage map
  - Status updated from the field
  - Breaking news
  - Contact information

- Imagery being used by
  - First responders
  - Law enforcement
  - Leadership team in the Command Center
  - Member companies
Harvey/Irma Catastrophe Response

- NICB Public Website – high-resolution aerial imagery of areas affected by Hurricanes Harvey and Irma
- Type in an address and a before-and-after comparison is available if property in affected area has been surveyed from the air.
- Link: https://www.nicb.org/communications/hurricane-harvey-irma-aerial-imagery
State Legislative Issues

- Fraud authorities, dedicated prosecutors
- Felony fraud laws, immunity
- Runner/capper statutes, cargo theft statutes
- Restriction on access to police reports
- Towing
- Roofers/contractors
- Insurance Fraud & Vehicle Crime Summits
2017 Legislative Issues – New Laws

- CO: Information Sharing Provision
- IN: Roofer/Contractor/Storm Chaser
- KY: Accident Reports & Roofer Statute
- NC: Fraud Unit Funding Increase
- OH: Towing Oversight
- TX: Hail Litigation Reform
- VA: Budget Amendment – Prosecutors
State Legislative Issues

- 2018 Key States
  - AL  - Chop Shop Law
  - FL  - Assignment of Benefits
  - MI  - Fraud Authority
  - MS  - Cargo Theft
  - NJ  - Accident reports, towing
  - NY  - Immunity, runner, reporting
  - OH  - Roofers, accident reports
  - PA  - Towing
  - SC  - Fraud unit funding
Insurance Fraud Summits

- Sets Insurance Fraud Legislative Agenda
- Solutions and Recommendations
- 12 states
  - Fall 2017 – Alabama/Mississippi
  - 2016 – New Mexico & South Carolina
  - 2018?
Who We Work With

- Member Companies
- Insurance Trade Associations
- Coalition Against Insurance Fraud
- Prosecutors
- State Insurance Departments
- State Lawmakers
How NICB Can Help Your State

- Data & Expertise
- Issue Leadership & Credibility
- Information from Other States
- Law Enforcement Relationships
- Assessment of your state’s anti-fraud environment
QUESTIONS?