



DIVISION OF INSURANCE FRAUD INVESTIGATION

Kentucky Department of Insurance

500 Mero St, P. O. Box 4050, Frankfort, KY 40604-4050

Phone 502-564-1461 – FAX 502-564-1464

Fraud Statistics/Convictions Activity

November 2021

<u>Fraud Statistics</u>	<u>Month/November</u>	<u>YTD</u>
Total Referrals Received.....	144	1,995
Closed Referrals.....	134	1,868
Open Cases (Investigations – includes prior years).....		184
Assigned Cases (Investigations).....	10	83
Closed Cases (Investigations).....	12	93
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		
Charges (4 felony, 0 misdemeanor)	4	97
Convictions (3 felony, 0 misdemeanor)	3	58
Restitution Ordered.....	\$ 1,256,856.55	11,934,774.35
Restitution Agreed.....	\$.00	.00
Restitution Total.....	\$ 1,256,856.55	11,934,774.35
Investigation Expenses to Division		
Awarded.....	\$.00	7,975.32
Collected.....	\$ 499.59	1,570.63
DOI Fines.....	\$.00	15,000.00
Administrative Subpoenas Issued.....		51
Non-Licensed Individuals.....		50
Licensed (active/inactive individuals).....		1
Compliance Received.....	173	2403
Anti-Fraud Plan.....	53	745
SIU Contacts Form.....	66	1071
Compliance Report.....	54	587

Convictions Activity

John D. Watkins – Information provided lead to a guilty plea agreement on two Felony Counts with the United States District Court, District of Kentucky-Central Division, Lexington. Mr. Watkins has been sentenced to 24 months imprisonment with the Federal Bureau of Prisons and ordered to pay \$597,002.00 in restitution to the victim, United States Department of Agriculture-Risk Management Agency (USDA-RMA).

Cody Arvin – Information provided lead to one Felony Count Conviction with the United States District Court, District of Kentucky-Central Division, Lexington. Mr. Arvin has been sentenced to 36 months imprisonment with the Federal Bureau of Prisons and ordered to pay \$352,822.00 in restitution to the victims; \$323,974.00 to United States Department of Agriculture-Risk Management Agency (USDA-RMA) and \$28,848.00 to AgriSompo North America.

Gary Green – Information provided lead to convictions on 4 Felony Counts with the United States District Court, Western District of Kentucky, Louisville Division. Mr. Green has been sentenced to 9 months imprisonment with the Federal Bureau of Prisons and ordered to pay \$188,157.55 in restitution to the victims; \$185,557.37 to Anthem Blue Cross Blue Shield Kentucky and \$2,600.18 to Akebono Brake Corp. Not included in the restitution, he has been fined \$4,000.00 and ordered forfeit to the United States of America, \$34,395.00 in U.S. Currency and pharmaceutical drugs contained within the storage unit located at Unit F-9, Attic Space Storage, 9702 Taylorsville Rd., Louisville, KY 40299.

Settlement Agreement

Daniel W. Furnish – Information provided lead to a Settlement Agreement between the Federal Crop Insurance Corporation, a corporation wholly owned by the United States of America and operated by the United States Department of Agriculture (“USDA”), and its administrative arm, the Risk Management Agency (“RMA”) and Mr. Furnish. This is in connection with main case number 2014-011. He admits that he benefitted from his false reports and has agreed to repay the total amount of indemnities received from 2014-2018, \$118,875.00. This settlement amount is listed in with restitution amounts.