



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 2022

<u>Fraud Statistics</u>	<u>Month/November</u>	<u>YTD</u>
Total Referrals Received.....	158	1,848
Closed Referrals.....	145	1,737
Open Cases (Investigations – includes prior years).....		200
Assigned Cases (Investigations).....	10	92
Closed Cases (Investigations).....	4	69
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		
Charges (22 felony, 0 misdemeanor)	22	49
Convictions (1 felony, 0 misdemeanor)	1	16
Restitution Ordered.....	\$ 73,791.09	10,795,874.63
Restitution Agreed.....	\$.00	.00
Restitution Total.....	\$ 73,791.09	10,795,874.63
Investigation Expenses to Division		
Awarded.....	\$ 7,605.00	10,445.45
Collected.....	\$ 5,510.09	9,969.02
DOI Fines.....	\$ 4,700.00	14,700.00
Administrative Subpoenas Issued.....	1	21
Non-Licensed Individuals.....	1	20
Licensed (active/inactive individuals).....		1
Subpoenas Received.....		
Compliance Received.....	142	2362
Anti-Fraud Plan.....	54	646
SIU Contacts Form.....	25	856
Compliance Report.....	63	722

Convictions Activity

Douglas L. Bruce, Jr. – Information provided lead to a guilty plea agreement and order granting a Pretrial Diversion on 3 Felony Counts with Jefferson Circuit Clerk in Jefferson County Kentucky. Mr. Bruce's final Restitution Order/Sentencing was on 11/14/2022. He was ordered to pay \$72,791.00 to State Auto Insurance and \$7,505.00 to Ky. Department of Insurance, Division of Insurance Fraud Investigations. His 3-year sentence has been diverted for a period of 5 years or until restitution is paid in full, whichever is longer.

Robert Cody Lemaster – Information provided lead to a guilty plea agreement on one Felony Count of Fraudulent Insurance Acts over \$500 with Commonwealth of Kentucky, Greenup Circuit Court. On 11/17/2022, Mr. Lemaster was sentenced to two years and ordered to pay a \$4,700 fine and a restitution in the amount of \$1,000.09 to Ace American Insurance.