MIKE KREIDLER
STATE INSURANCE COMMISSIONER

STATE OF WASHINGTON

4300 02/15/06

Phone: (360) 725-7000

$3,000—

OFFICE OF
INSURANCE COMMISSIONER

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|---|---|---|
| In the Matter of | ) | No. D 05-424 |
| ASSURITY LIFE INSURANCE COMPANY, | ) | CONSENT ORDER IMPOSING A FINE |
| An Authorized Insurer. | ) | |

Findings of Fact:

1. Assurity Life Insurance Company ("Assurity Life") is authorized to conduct insurance business in Washington State. It issues individual health insurance.

2. RCW 48.20.025(5) requires every insurer issuing or renewing individual health benefit plans in this state during the previous calendar year to file for review by the Insurance Commissioner supporting documentation of its actual loss ratio for its individual health plans in this state during the previous year. This documentation must be filed with the Commissioner by the last day of May each year, following the calendar year which is the subject of the documentation. The statute became effective on Match 23, 2000.

3. Assurity Life failed to timely file its documentation for calendar years 2000, 2003, and 2004. That documentation was filed late, on December 31, 2001; June 29, 2004; and June 20, 2005, respectively.

Conclusions of Law:

1. The failure of Assurity Life to timely file its calendar year loss ratios for 2000, 2003, and 2004 constituted three violations of RCW 48.20.025(5).

2. RCW 48.05.185 authorizes the Commissioner to impose a fine in lieu of or in addition to the suspension or revocation of an insurer's certificate of authority.

Mailing Address: P.O. Box 40255 • Olympia, WA 98504-0255
Street Address: 5000 Capitol Blvd. • Tumwater, WA 98501

Consent to Order:

Assurity Life Insurance Company consents to the following, in order to resolve this matter without further legal or administrative proceedings. The Insurance Commissioner consents to resolve this matter, in consideration of the insurer's payment of a fine, as set forth below.

1. Assurity Life Insurance Company consents to entry of the foregoing Findings of Fact and Conclusions of Law, and acknowledges its duty to comply with all applicable laws and regulations of Washington State. It waives further legal or administrative challenge to the actions taken, or to be taken, by the Insurance Commissioner relating to the subject matter of this order.

2. Within thirty days of the entry of this Order, Assurity Life Insurance Company will pay to the Insurance Commissioner a fine in the amount of $3,000 (three thousand dollars).

3. If Assurity Life fails to pay the fine in full within thirty days of the entry of this order, this will constitute grounds for the suspension or revocation of the certificate of authority held by Assurity Life in Washington State. It will also result in a civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 14 day of February, 2006

ASSURITY LIFE INSURANCE COMPANY

By: [signature]

PRINTED NAME: Ronita Granwler
PRINTED CORPORATE TITLE: Administrator

Order:

Pursuant to the foregoing Findings of Fact, Conclusions of Law, and Consent to Order, the Insurance Commissioner orders as follows:

1. Assurity Life Insurance Company is ordered to pay, within thirty days of the entry of this Order, a fine in the amount of $3,000 (three thousand dollars).

2. Failure to timely pay the fine in full will constitute grounds for the suspension or revocation of the certificate of authority held by the insurer in Washington State.

3. It will also result in a civil action being brought by the Attorney General, on behalf of the Insurance Commissioner, to recover the fine.

Executed this 24th day of February, 2006

MIKE KREIDLER
Insurance Commissioner

By: Marcia G. Stickler

**Marcia G. Stickler**
Legal Affairs Division