



OFFICE OF  
INSURANCE COMMISSIONER

In the Matter of	)	No. 11-01
	)	
The Financial Examination of	)	FINDINGS, CONCLUSIONS,
<b>KCTS TELEVISION</b>	)	AND ORDER ADOPTING REPORT
	)	OF EXAMINATION

A Domestic Charitable Gift Annuity Issuer.

**BACKGROUND**

An examination of the financial condition of **KCTS TELEVISION** (KCTS) as of December 31, 2009 was conducted by examiners of the Washington State Office of the Insurance Commissioner (OIC). KCTS holds a Washington certificate of exemption to issue charitable gift annuities. This examination was conducted in compliance with the laws and regulations of the state of Washington and in accordance with the procedures promulgated by the National Association of Insurance Commissioners and the OIC.

The examination report with the findings, instructions, and recommendations was transmitted to KCTS for its comments on December 8, 2010. KCTS' response to the report is attached to this order only for the purpose of a more convenient review of the response.

The Commissioner or a designee has considered the report, the relevant portions of the examiners' work papers, and the submissions by KCTS.

Subject to the right of KCTS to demand a hearing pursuant to Chapters 48.04 and 34.05 RCW, the Commissioner adopts the following findings, conclusions, and order.

**FINDINGS**

Findings in Examination Report. The Commissioner adopts as findings the findings of the examiners as contained in pages 1 through 6 of the report.

## CONCLUSIONS

It is appropriate and in accordance with law to adopt the attached examination report as the final report of the financial examination of **KCTS TELEVISION** and to order KCTS to take the actions described in the Instructions section of the report. The Commissioner acknowledges that KCTS may have implemented some of the Instructions prior to the date of this order. The Instructions in the report are appropriate responses to the matters found in the examination.

## ORDER

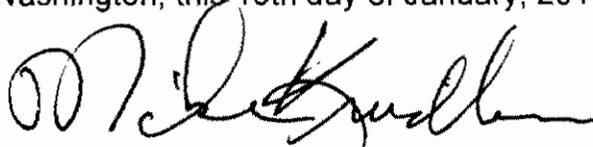
The examination report as filed, attached hereto as Exhibit A, and incorporated by reference, is hereby ADOPTED as the final examination report.

KCTS is ordered as follows, these being the Instructions contained in the examination report on page 1.

1. Pursuant to RCW 48.38.030, KCTS is ordered to adhere to the terms of the annuity contract requirements that specify the exact amount of annuity to be paid and the timing of the payments. Instruction 1, Examination Report, page 1.

IT IS FURTHER ORDERED THAT, KCTS file with the Chief Examiner, within 90 days of the date of this order, a detailed report specifying how KCTS has addressed each of the requirements of this order.

ENTERED at Olympia, Washington, this 10th day of January, 2011.



MIKE KREIDLER  
Insurance Commissioner



Seattle, WA 98109 • 206.728.6463 TEL • 206.443.6691 FAX • KCTS9.org

**RECEIVED**

DEC 28 2010

**INSURANCE COMMISSIONER  
COMPANY SUPERVISION**

December 22, 2010

Deputy Insurance Commissioner James Odiorne  
Company Supervision Division  
Office of Insurance Commissioner  
P.O. Box 40255  
Olympia, WA 98504-0255

RE: Draft of KCTS 9 Financial Examination Report

Dear Deputy Commissioner Odiorne:

Thank you for sending your draft of the report of Financial Examination of Charitable Gift Annuity Business for KCTS 9 Television.

We have no suggestions or corrections to make to the report. We also wish to extend our thanks to Mr. Constantine Arustamian, the Examiner-in-Charge, for his professionally conducted audit.

Sincerely,

Nancy F. Geiger  
Chief Financial Officer and VP of Administration

cc: Bruce Roscoe, Controller