



OFFICE OF  
INSURANCE COMMISSIONER

In the Matter of	)	No. 12-167
	)	
The Financial Examination of	)	FINDINGS, CONCLUSIONS,
<b>SEATTLE CHILDREN'S HEALTHCARE</b>	)	AND ORDER ADOPTING REPORT
<b>SYSTEM</b>	)	OF EXAMINATION

A Domestic Charitable Gift Annuity Issuer.

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**BACKGROUND**

An examination of the financial condition of **SEATTLE CHILDREN'S HEALTHCARE SYSTEM** (SCHS) as of September 30, 2011, was conducted by examiners of the Washington State Office of the Insurance Commissioner (OIC). SCHS 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 SCHS for its comments on May 3, 2012. SCHS's 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 SCHS.

**FINDINGS**

Findings in Examination Report. The Commissioner adopts as findings the findings of the examiners as contained in pages 1 through 7 of the report.



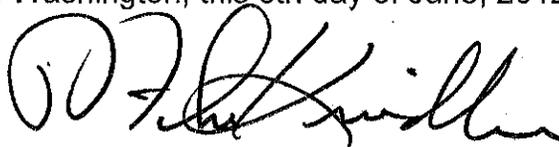
## CONCLUSIONS

It is appropriate and in accordance with law to adopt the attached examination report as the final report of the financial examination of the **SEATTLE CHILDREN'S HEALTHCARE SYSTEM**.

## ORDER

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

ENTERED at Olympia, Washington, this 6th day of June, 2012.

A handwritten signature in black ink, appearing to read "Mike Kreidler", is written over a faint, illegible background.

MIKE KREIDLER  
Insurance Commissioner



May 21, 2012

RECEIVED  
MAY 23 2012  
INSURANCE COMMISSIONER  
COMPANY SUPERVISORY

Mr. Jim Odiorne  
Deputy Insurance Commissioner  
Office of the Insurance Commissioner  
State of Washington  
PO Box 40255  
Olympia, WA 98504-0255

RE: Financial Examination Report of Seattle Children's Healthcare System (SCHS) As of September 30, 2011

Dear Mr. Odiorne,

Thank you for allowing us the opportunity to review the Financial Examination Report of the Charitable Gift Annuity Business of SCHS as of September 30, 2011. We are pleased that there were no Instructions, Comments and Recommendations that needed to be addressed and corrected.

We appreciated working with the Office of the Insurance Commissioner and their staff during the examination of SCHS Charitable Gift Annuity Business.

As a point of clarification, under "Organization Records" in addition to the eight times the SCHS Board met in 2011, it also held its annual corporate meeting to elect officers for 2012. We respectfully request that the Report be amended to reflect the SCHS Board met nine times rather than eight.

Thank you in advance for your consideration of this request.

Best regards,

Donna Reinhart  
Director of Treasury Services