



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)	No. 14-87
)	
The Financial Examination of)	FINDINGS, CONCLUSIONS,
CONTRACTORS BONDING AND)	AND ORDER ADOPTING REPORT
INSURANCE COMPANY)	OF FINANCIAL EXAMINATION
)	

A Domestic Insurer.

BACKGROUND

An examination of the financial condition of **CONTRACTORS BONDING AND INSURANCE COMPANY**, (the Company) as of December 31, 2012, was conducted by examiners of the Washington State Office of the Insurance Commissioner (OIC). The Company holds a Washington certificate of authority as a stock insurer. 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 and instructions (see Exhibit A) was transmitted to the Company for its comments on April 10, 2014. The Company's response to the report is attached to this order (see Exhibit B) 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 the Company.

Subject to the right of the Company 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 12 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 **CONTRACTORS BONDING AND INSURANCE COMPANY** and to order the Company to take the action described in the Instructions section of the report. The Commissioner acknowledges that the Company may have implemented the Instruction prior to the date of this order. The Instruction in the report is an appropriate response 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.

The Company is ordered as follows, this being the Instruction contained in the examination report on page 1.

1. The Company is ordered to comply with RCW 48.05.250 and WAC 284-07-050(2) by accurately completing Schedule Y – Part 2 as outlined in the NAIC Annual Statement Instructions. Instruction 1, Examination Report, page 1.

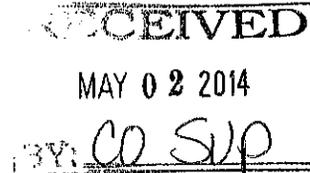
IT IS FURTHER ORDERED THAT, the Company file with the Chief Examiner, within 90 days of the date of this order, a detailed report specifying how the Company has addressed the requirement of this order.

ENTERED at Olympia, Washington, this 12th day of May, 2014.



MIKE KREIDLER
Insurance Commissioner

April 22, 2014



Mr. William R. Michels, MBA, CPA, CFE
Deputy Insurance Commissioner
Company Supervision Division
P.O. Box 40257
Olympia, WA 98501

RE: Financial Examination Report of Contractors Bonding and Insurance Company As of
December 31, 2012

Dear Mr. Michels,

This letter serves as our acknowledgement of the receipt of the Office of Insurance Commissioner's
Statutory Report of Financial Examination of Contractors Bonding and Insurance Company as of
December 31, 2012.

We have no further comments regarding the Report.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael J. Stone".

Michael J. Stone
President & COO
Contractors Bonding and Insurance Company

cc: Tarik Subbagh, Field Supervisor
Randy Fong, Examiner in Charge