MIKE KREIDLER
STATE INSURANCE COMMISSIONER

DECLARATION OF MAILING
I declare under penalty of perjury under the laws of the State of Washington that on the date listed below, I mailed or caused delivery of a true copy of this document to parties listed below
DATED this 11th day of Sept. 2006, at Tumwater, Washington.
Signed: Wendy Galloway

STATE OF WASHINGTON

OFFICE OF
INSURANCE COMMISSIONER

HEARINGS UNIT
Fax: (360) 664-2782

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FILED

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Hearings Unit, OIC
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Chief Hearing Officer

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Wendy Galloway
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BEFORE THE STATE OF WASHINGTON
OFFICE OF INSURANCE COMMISSIONER

In the Matter of: **COREGIS INSURANCE COMPANY,** An Authorized Insurer.	NO. D06-138 ORDER TERMINATING PROCEEDING

TO: Teresa C. Kopriva, Associate General Counsel
Coregis Insurance Company
525 W. Van Buren, Ste. 500
Chicago, Illinois 60607

AND TO: Mike Kreidler, Insurance Commissioner
Michael G. Watson, Chief Deputy Insurance Commissioner
James T. Odiorne, Deputy Insurance Commissioner, Co. Supervision
Carol Sureau, Deputy Commissioner, Legal Affairs
Marcia Stickler, Staff Attorney, Legal Affairs
PO Box 40255
Olympia, WA 98504-0255

On March 27, 2006, Coregis Insurance Company (Coregis), by and through Teresa Kopriva, Associate General Counsel for Coregis, filed a request for hearing in the above captioned matter. Coregis' request objected to the Insurance Commissioner's (OIC) March 1, 2006 letter enclosing Proposed Consent Order No. D06-138. The Insurance

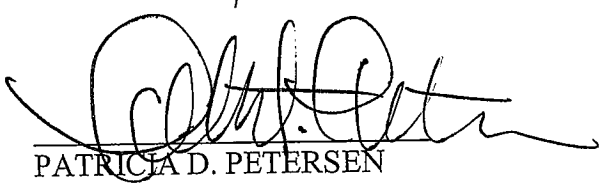
Commissioner appeared pro se by and through Marcia Stickler, Staff Attorney for Legal Affairs.

On May 2, 2006 and June 12, 2006 this matter was held before Administrative Law Judge Todd Gay in which an Initial Decision and Order was entered on July 3, 2006. The file was then forwarded to the undersigned to enter a Final Order. Prior to entry of a Final Order, however, on August 28, 2006, a Revised Consent Order Imposing a Fine was fully executed and entered resolving the pending issue thereby making the Final Order unnecessary and the matter before the undersigned moot. A copy of the Revised Consent Order Imposing a Fine is attached hereto and is by this reference incorporated herein.

Based upon the above activity:

IT IS HEREBY ORDERED that this proceeding, Docket No. D06-138, is hereby terminated.

ENTERED this 11th day of September, 2006, at Tumwater, Washington.



PATRICIA D. PETERSEN
Chief Hearing Officer

MIKE KREIDLER
STATE INSURANCE COMMISSIONER

STATE OF WASHINGTON

Phone: (360) 725-7000

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OFFICE OF
INSURANCE COMMISSIONER

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Hearings Unit, OIC
Patricia D. Petersen
Chief Hearing Officer

In the Matter of	)	No. D06-138
COREGIS INSURANCE COMPANY,	)	REVISED CONSENT ORDER IMPOSING A FINE
An Authorized Insurer.	)	

Findings of Fact:

1. Coregis Insurance Company ("Coregis") is a foreign insurer authorized to conduct insurance business in Washington State. It issues life and disability insurance.

2. Coregis filed the signature accompanying its 2004 Statement of Actuarial Opinion with the Office of the Insurance Commissioner ("OIC") on April 29, 2005.

3. RCW 48.05.250 requires that insurers submit an annual statement of the preceding year to the OIC before the first day of March of the following year. The statute permits the Commissioner to revoke or suspend the insurer's certificate of authority for failure to so submit.

4. 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.

5. WAC 284-07-060(2)(a) requires an insurer's annual statement be accompanied by a signed Statement of Actuarial Opinion as executed in accordance with the appropriate *Annual Statement Instructions* and *Accounting Practices and Procedures Manuals* promulgated by the National Association of Insurance Commissioners.

Conclusions of Law:

1. The failure of Coregis to timely file the signature accompanying its Statement of Actuarial Opinion by the due date of February 28, 2005 constitutes a violation of RCW 48.05.250.

Consent to Order:

Coregis 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. Coregis 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, Coregis will pay to the Insurance Commissioner a fine in the amount of $250 (two hundred fifty dollars).

3. If Coregis 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 Coregis 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 22nd day of August, 2006

COREGIS INSURANCE COMPANY

By: Robin Sterneck

PRINTED NAME: ROBIN STERNECK
PRINTED CORPORATE TITLE: PRESIDENT

Order:

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

1. Coregis Insurance Company is ordered to pay, within thirty days of the entry of this Order, a fine in the amount of $250 (two hundred fifty 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 28th day of August, 2006

MIKE KREIDLER
Insurance Commissioner

By: Marcia G. Stickler
Marcia G. Stickler
Legal Affairs Division