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 15th day of Sept. 2006, at Tumwater, Washington.
Signed: Wendy Galloway

STATE OF WASHINGTON

OFFICE OF
INSURANCE COMMISSIONER

HEARINGS UNIT
Fax: (360) 664-2782

Phone: (360) 725-7000

FILED

2006 SEP 15 A 11: 10

Hearings Unit, OIC
Patricia D. Petersen
Chief Hearing Officer

Patricia D. Petersen
Chief Hearing Officer
(360) 725-7105

Wendy Galloway
Paralegal
WendyG@OIC.wa.gov.
(360) 725-7002

BEFORE THE STATE OF WASHINGTON
OFFICE OF INSURANCE COMMISSIONER

In the Matter of: **UNITED HERITAGE LIFE INSURANCE COMPANY,** An Authorized Insurer.	**NO. D06-212** **ORDER TERMINATING PROCEEDING**

TO: Geoffrey Baker, Vice President, General Counsel
United Heritage Life Insurance Company
P.O. Box 7777
Meridian, Idaho 83680-7777

AND TO: Mike Kreidler, Insurance Commissioner
Michael G. Watson, Chief Deputy Insurance Commissioner
Carol Sureau, Deputy Commissioner, Legal Affairs Division
Marcia G. Stickler, Staff Attorney, Legal Affairs Division
James T. Odiorne, Deputy Commissioner, Company Supervision
Office of the Insurance Commissioner
P.O. Box 40255
Olympia, WA 98504-0255

On June 8, 2006, United Heritage Life Insurance Company, (United), by and through Geoffrey Baker, Vice President and General Counsel for United, filed a Request for Hearing. United's Request for Hearing objected to the Insurance Commissioner's (OIC) May 23, 2006 proposed Consent Order Imposing a Fine, No. D06-212. The Insurance

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

On August 16, 2006, the undersigned was advised by Geoffrey Baker of United that an agreement had been reached and that United's Request for Hearing was no longer necessary. On August 23, 2006 a fully executed Revised Consent Order Imposing a Fine was entered and is attached hereto and by this reference incorporated herein.

Based upon the above activity:

IT IS HEREBY ORDERED that this proceeding, Docket No. D06-212, is hereby terminated.

ENTERED this 15th day of September, 2006, at Tumwater, Washington.

PATRICIA D. PETERSEN
Chief Hearing Officer

MIKE KREIDLER
STATE INSURANCE COMMISSIONER

STATE OF WASHINGTON

OFFICE OF
INSURANCE COMMISSIONER

Phone: (360) 725-7000

FILED
2006 SEP 14 A 9:45
Hearings Unit, OIC
Patricia D. Petersen
Chief Hearing Officer

In the Matter of UNITED HERITAGE LIFE INSURANCE COMPANY, An Authorized Insurer	)	No. D06-212 REVISED CONSENT ORDER IMPOSING A FINE

Findings of Fact:

1. United Heritage Life Insurance Company ("United Heritage Life") is authorized to conduct insurance business in Washington State. It issues life and disability insurance.

2. United Heritage Life completed filing its calendar year 2005 Annual Statement on May 1, 2006.

Conclusions of Law:

1. United Heritage Life's failure to timely file its complete calendar year 2005 Annual Statement constitutes a violation of RCW 48.05.250.

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.

Consent to Order:

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

2. Within thirty days of the entry of this Order, United Heritage Life will pay to the Insurance Commissioner a fine in the amount of $1,125 (one thousand one hundred twenty five dollars).

3. Failure to pay the fine in full within thirty days of the entry of this order will constitute grounds for revocation of the certificate of authority held by United Heritage 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 16 day of August, 2006.

UNITED HERITAGE LIFE INSURANCE COMPANY

By: [signature]

Printed Name: GEOFFREY M BAKER
Printed Corporate Title: VP & GENERAL COUNSEL

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

Order:

1. United Heritage Life Insurance Company is ordered to pay, within thirty days of the entry of this order, a fine in the amount of $1,125 (one thousand one hundred twenty five dollars).

2. Failure to pay the fine timely and in full will constitute grounds for revocation of the certificate of authority held by United Heritage Life Insurance Company 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 23rd day of August, 2006

MIKE KREIDLER
Insurance Commissioner

By: [signature]
Marcia G. Stickler
Legal Affairs Division