GOVERNMENT OF THE DISTRICT OF COLUMBIA
DEPARTMENT OF CONSUMER AND REGULATORY AFFAIRS
INSURANCE ADMINISTRATION
613 G STREET, N.W. ROOM 634
WASHINGTON, D. C. 20013-7200

In the Matter of:

Contractor's Surety Bonding Company, Inc. OAD-88-032-3

FINAL ORDER

The Superintendent of Insurance (Superintendent), pursuant to D.C. Code, Section 35-1501 et seq., 1981 Edition (as amended) having the authority to revoke or suspend the certificate of authority of insurance companies transacting business in the District of Columbia, delegated to the Department of Consumer and Regulatory Affairs (DCRA) Office of Adjudication (OAD) the necessary authority to conduct an Administrative Hearing in the above-captioned matter and said Administrative Hearing was held on July 11, 12 & 13, 1988.

Pursuant to D.C. Code, Section 1-1509(d) 1981 Edition (as amended) the DCRA, OAD provided Contractors Surety Bonding Company Incorporated (Respondent) a copy of its Recommended Disposition dated August 9, 1988, and advised the Respondent that any exceptions to said Recommended Disposition were to be filed no later than August 26, 1988. Said Recommended Disposition is attached.

Pursuant to D.C. Code, Section 35-1506, 1981 Edition, (as amended) the Superintendent is granted authority to hear and decide matters pertaining to transacting the business of insurance in the District of Columbia. Additionally, this chapter of the D.C. Code provides that the Superintendent has the authority to summarily revoke the Certificate of Authority of those companies who are transacting business in a manner which is hazardous to its creditors, policyholders or to the public. Despite these broad powers bestowed upon the Superintendent, an independent third party was delegated to hear this matter in order to assure objectivity and impartiality.

The Superintendent having timely received exceptions filed by Respondent on August 26, 1988, and upon careful consideration of both the exceptions filed and the Recommended Disposition by the OAD hereby adopts said Recommended Disposition of the OAD as the Final Order of the Insurance Administration.

APPEAL RIGHTS

The Respondent has the right under D.C. Code, Section 35-1547, 1981 Edition, (as amended) to appeal to the Mayor. Said appeal shall be made within twenty (20) days of the effective date of this Order. The hearings on said appeal may either be orally or in writing at the discretion fo the Mayor. However, the Mayor is not required to take evidence on such appeal. The decision of the Mayor as to questions of fact are final and conclusive.

Additionally, pursuant to D.C. Code, Section 35-1548, 1981 Edition, the Respondent may file a petition for review with the District of Columbia Court of Appeals. The timing, form and content of such petition is determined by the rules of the Court. In the event it is the Respondent's decision to appeal to the Mayor, such an appeal should be addressed to:

The Honorable Marion Barry, Jr.
Office of the Mayor
District Building
1350 Pennsylvania Avenue, N.W.
Washington, D. C. 20004

DATE: September 2, 1988

Margurite C. Stokes
Margurite C. Stokes
Superintendent of Insurance