

Government of the District of Columbia
Department of Insurance, Securities and Banking

Thomas E Hampton
Commissioner



District of Columbia Department of
Insurance, Securities and Banking

v.

Central Benefits Mutual Insurance
Company

FINAL ORDER

IB-SC-06-07

JURISDICTION

The Commissioner of the Department of Insurance, Securities and Banking (“Department”) hereby issues this FINAL ORDER in the matter of District of Columbia Department of Insurance, Securities and Banking v. Central Benefits Mutual Life Insurance Company pursuant to the authority of the Department to regulate life and health insurers under section 4 of the Department of Insurance and Securities Regulation Establishment Act of 1996, effective May 21, 1997 (D.C. Law 11-268; D.C. Official Code § 31-103); the authority of the Department to impose sanctions on insurers that have violated a law of the District of Columbia (“District”) under section 6 of the Life Insurance Act, approved June 19, 1934 (48 Stat. 1125; D.C. Official Code § 31-4305) (“Life Insurance Act”); and the schedule of late filing fees promulgated by the Department and set forth in Section F of the Notes and Instructions to the filing compliance checklist for life, accident, and health insurers in the District.

BACKGROUND

On June 8, 2006, the Department issued an ORDER TO APPEAR AND SHOW CAUSE AND PRELIMINARY ORDER IMPOSING AN ADMINISTRATIVE PENALTY (IB-SC-06-07) based on the failure of Central Benefits Mutual Insurance Company (“Central Benefits”), NAIC # 60255, to timely file its audited financial report for calendar year 2004.

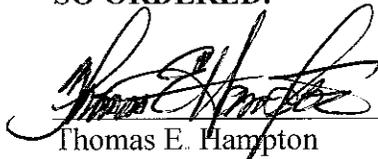
On June 27, 2006, the Department received from Central Benefits a check in the amount of \$11,400.00, along with a waiver of hearing and a cover letter indicating that the payment and waiver were in response to the Department’s Order of June 8, 2006. In that

earlier Order, the Department provided Central Benefits with the option to pay an administrative penalty of \$11,400 00. The Department stated that the payment would constitute the final resolution of the Department's review of Central Benefits' violation of the Annual Audited Financial Reports Act of 1993, effective October 21, 1993 (D.C. Law 10-48; D.C. Official Code § 31-302) ("Annual Audited Financial Reports Act"), described in the Order of June 8, 2006, and that the July 25, 2006, hearing scheduled by that Order would be deemed cancelled.

ORDER

Therefore, it is HEREBY ORDERED that the July 25, 2006, hearing of the Department scheduled in the Department's June 8, 2006, Order in this proceeding is cancelled and the Department's review of Central Benefits' violation of the Annual Audited Financial Reports Act described in the June 8, 2006, Order is closed.

SO ORDERED.



Thomas E. Hampton
Commissioner
Department of Insurance, Securities and Banking

Dated this 21st day of July 2006.