

BEFORE THE COMMISSIONER OF COMMERCE AND INSURANCE
OF THE STATE OF TENNESSEE

IN THE MATTER OF:)

WORKERS' COMPENSATION)
SELF-INSURANCE GROUP FUND OF THE)
COMPTRUST AGC TENNESSEE)

No.: 10-003

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVE

Pursuant to TENN. CODE ANN. §§ 56-1-401, *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance ("Division") has examined certain affairs of the Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC... Tennessee ("Trust"), a self-insured workers' compensation trust domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of March, 2008, the examiner-in-charge filed with the Division, on the 10th day of December, 2009, a verified, written report on the examination, and a copy of that report has been sent to the Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC...Tennessee. (The Report on Examination of the Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC... Tennessee is attached hereto as Exhibit A). The Division did not receive a written rebuttal to said examination report from the Trust.

Pursuant to TENN. CODE ANN. § 56-1-411, said examination report regarding the affairs of the Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC... Tennessee filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 10th day of December, 2009, is hereby **ADOPTED** as filed with the following **DIRECTIVE:**

The Trust is **DIRECTED** to comply with TENN. COMP. R. & REGS. 0780-01-54-.04(2)(b) by ensuring that written contracts, including but not limited to, administrative agreements and service fee agreements, are filed with the Department as required.

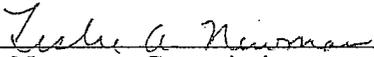
The Trust is **DIRECTED** to comply with TENN. COMP. R. & REGS. 0780-01-54-.05 by ensuring that any amendments to the organizational documents or written contracts required to be provided to the Commissioner by TENN. COMP. R. & REGS. 0780-01-54-.04 are filed with the Commissioner no later than thirty (30) days prior to the proposed effective date of the amendments, along with a non-refundable filing fee of ninety dollars (\$90.00).

The Trust is **DIRECTED** to comply with TENN. COMP. R. & REGS. 0780-01-54-.13 by ensuring that an amount equal to at least eighty-five percent (85%) of its net assets are maintained in permitted investments, and that funds not needed for current obligations may be invested by the board of trustees in "Tennessee Securities" as defined in TENN. CODE ANN. § 56-4-210(b).

The adoption of this examination report shall not preclude the Department from imposing sanctions against the Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC... Tennessee for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report With Directives merely to adopt the examination report filed by the examiner-in-charge.

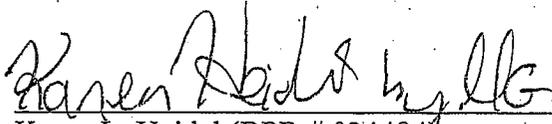
It is so **ORDERED**.

ENTERED this the 19 day of January, 2010.



Leslie A. Newman, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

A handwritten signature in cursive script, appearing to read "Karen L. Heidel", written over a horizontal line.

Karen L. Heidel (BPR # 024484)

Assistant General Counsel

Tennessee Department of Commerce and Insurance

500 James Robertson Parkway

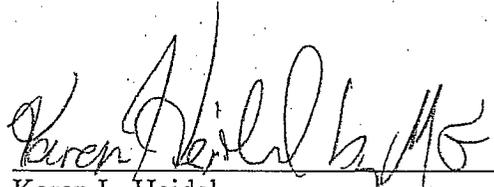
Davy Crockett Tower, Second Floor

Nashville, Tennessee 37243

(615) 741-2199

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report with Directives has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, Horace Gaddis, Chief Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to Workers' Compensation Self-Insurance Group Fund of the CompTrust AGC... Tennessee, at the address of 408 Elm Street, Nashville, Tennessee 37203 on this the 25 day of January, 2010.



Karen L. Heidel
Certifying Attorney