

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

IN THE MATTER OF:

**TENNESSEE AUTOMOTIVE ASSOCIATION
SELF-INSURERS TRUST**

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TID No.: 14-148

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

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 Tennessee Automotive Association Self-Insurers Trust (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of December 31, 2012, the examiner-in-charge filed with the Division, on June 20, 2014, a verified, written report on the examination, and a copy of that report has been sent to the Company. (The Report on Examination of Tennessee Automotive Association Self-Insurers Trust is attached hereto and marked as Exhibit A.) The Division received a response regarding the report from the Company on June 27, 2014. (The written response submitted by the Company is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411, the examination report regarding the affairs of Tennessee Automotive Association Self-Insurers Trust filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the day of June 20, 2014, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

RECEIVED

JUL 01 2014

Dept. of Commerce & Insurance
Company Examinations

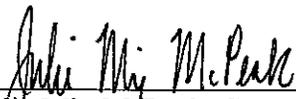
1. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0780-01-54.04 and 0780-1-54-.05 by implementing controls in order to ensure that amendments to organizational documents and/or written contracts that are required to be filed with the Commissioner are filed at least thirty (30) days prior to the proposed effective date.
2. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0780-01-54-.09(3)(a) by not including member premium receivables that are over ninety (90) days past due in future audited financial statements submitted to the Division.
3. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0800-02-12-.02(5) by only applying Drug Free Workplace credits to members that have applied and received approval from the Tennessee Department of Labor, Division of Workers' Compensation, on an annual basis.
4. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0800-02-14, Claims-Handling Standards, by refining its internal controls in order to more completely comply with the claim-handling requirements.
5. The Trust is **DIRECTED** to require its Trust Administrator to comply with Tenn. Comp. R. & Regs. 0780-01-54-.07 by requiring it to obtain an Administrator License from the Commissioner.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Tennessee Automotive Association Self-Insurers Trust 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 merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED this the 30th day of June, 2014.



Julie Mix McPeak, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:



Michael Orr (BPR #020909)
Assistant General Counsel for Insurance
Tennessee Department of Commerce and Insurance
500 James Robertson Parkway
Davy Crockett Tower, 8th Floor
Nashville, Tennessee 37243
(615) 770-0439

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report has been messenger mailed to: Chlora Lindley-Myers, Deputy Commissioner, Department of Commerce and Insurance; Joy Little, Insurance Examinations Director/Chief Examiner, Department of Commerce and Insurance; Mark Jaquish, Insurance Analysis Director, Department of Commerce and Insurance; and mailed first class, postage prepaid, to Roberts V. Weaver, Jr., President, Tennessee Automotive Association Self-Insurers Trust, 2521 White Avenue, Nashville, TN 37204 on this the 30th day of June 2014.



Michael Orr