

**STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION**

In the Matter of **Westchester Fire
Insurance Company**

) **STIPULATION** and
) **FINAL ORDER**
) Case No. INS 05-06-037

STIPULATION

The Director of the Oregon Department of Consumer and Business Services (director) commenced this administrative proceeding, pursuant to Oregon Revised Statutes (ORS) 731.256, to take enforcement action against Westchester Fire Insurance Company (Westchester Fire).

Westchester Fire enters into this stipulation, pursuant to ORS 183.415(5).

Westchester Fire waives all rights relative to an administrative hearing and judicial review thereof.

Westchester Fire stipulates to the following facts, conclusions, action, and to the issuance of a final order incorporating this stipulation.

Facts and Conclusions

Licensing Information

Westchester Fire has been licensed in Oregon as a foreign insurer since 11/22/32. Westchester Fire's last recorded principal business address is located in Philadelphia, Pennsylvania.

Filed Special Oregon Schedule P Late

Westchester Fire violated ORS 731.574(1) by engaging in the following conduct. ORS 731.574 requires a person that is licensed in Oregon as an insurer or health care service contractor to file with the director an annual financial statement, and permits the director to require such person to file with the director additional information called supplements. OAR 836-011-0000(3) requires such person to file, with the director, certain supplements specified in the applicable NAIC annual statement instructions and in accordance with such instructions. One supplement is called a Special Oregon Schedule P. A Special Oregon Schedule P is required to

be filed by March 1 of each year for the previous year. Westchester Fire was required to file its Special Oregon Schedule P for 2004 by 3/1/05. However, Westchester Fire filed its Special Oregon Schedule P on 3/21/05, 20 days late.

Action

Pursuant to ORS 731.988, Westchester Fire is assessed a civil penalty of \$2,000. The payment shall be made in the form of a check payable to the "Department of Consumer and Business Services" for the full amount due. The payment shall be delivered to the Insurance Division at the Labor and Industries Building, 350 Winter Street NE, Room 440 (4th Floor), Salem, Oregon; or mailed to the Insurance Division at PO Box 14480, Salem, OR 97309-0405. The payment is due on, and shall be received by the Insurance Division by, the date of the final order.

Dated August 12, 2005

/s/ Jennifer Herens
[Signature of Representative]

Jennifer Herens
[Printed Name of Representative]

Financial Compliance Coordinator
[Printed Title of Representative]

Westchester Fire Insurance Company

FINAL ORDER

The director incorporates herein the above stipulation, adopts it as the director's final decision in this proceeding, and orders that the action stated therein be taken.

Dated October 31, 2005

/s/ Cory Streisinger
Cory Streisinger
Director

Department of Consumer and Business Services

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