

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

In the Matter of **National American Insurance Company of California**) **STIPULATION** and
) **FINAL ORDER**
) Case No. INS 10-05-006

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 National American Insurance Company of California (National American).

National American desires to conclude this proceeding without a hearing by entering into this stipulation pursuant to ORS 183.417(3).

National American waives all rights relative to an administrative hearing and judicial review thereof.

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

Facts and Conclusions

Licensing Information

National American has been licensed in Oregon as a foreign since 8/1/80. National American's last recorded principal business address is located in Long Beach, California.

Failed to Timely Increase Special Workers' Compensation Deposit

National American is subject to enforcement action pursuant to ORS 731.616(3) because of the following circumstances. ORS 731.616(3) requires a person who is licensed in Oregon as an insurer, is authorized to transact workers' compensation insurance, and is subject to ORS 731.628, to make and maintain a special deposit for the payment of workers' compensation benefits, and to deposit with the director an additional amount within 30 days after being notified by the director of the amount. On 3/8/10, the director notified National American that it was required to

make an additional deposit of \$404,803 to its special workers' compensation deposit by 4/7/10. National American made the additional deposit on 4/15/10, eight days late.

Action

Pursuant to ORS 731.988(1), National American is assessed a civil penalty of \$800. 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 or mailed to the Insurance Division at the Labor and Industries Building, 350 Winter Street NE Room 300, Salem, Oregon 97301-3880; or mailed to the Insurance Division at PO Box 14480, Salem, OR 97309-0405. The payment shall be *received* by the Insurance Division by the date of the final order.

Dated June 2, 2010

/s/ Donald G. Hein
[Signature of Representative]
Donald G. Hein
[Printed Name of Representative]
Assistant Vice President, Secretary & Controller
[Printed Title of Representative]
National American Insurance Company
of California

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 June 24, 2010

/s/ Cory Streisinger
Cory Streisinger
Director
Department of Consumer and Business Services

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