

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

In the Matter of **Colony Specialty Insurance Company** ) **STIPULATION** and  
 ) **FINAL ORDER**  
 ) Case No. INS 12-03-007

**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 Colony Specialty Insurance Company (Colony).

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

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

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

**Facts and Conclusions**

Licensing Information

Colony has been licensed in Oregon as a foreign insurer since 3/5/99. Colony's Oregon Insurance Division company number is 3107, NAIC entity number is 36927, and federal employer identification number (FEIN) is 34-1266871. Colony's last recorded principal place of business address is PO Box 469012, San Antonio, TX 78246-9012; and telephone number is 800-577-6614.

Filed Special Oregon Schedule P Late

Colony is subject to enforcement action pursuant to ORS 731.574(1) because of the following circumstances. ORS 731.574(1) requires a person who is licensed in Oregon as an insurer to file with the director an annual financial statement, and permits the director to require additional information. In the annual statement instructions, the director requires an insurer that is authorized to transact workers' compensation insurance in Oregon to file additional information about the insurer's workers' compensation premiums and losses during the preceding calendar year and calculate the amount of the insurer's special workers' compensation deposit required by ORS 731.628. An insurer is required to file the

additional information even if the insurer did not have any premiums or losses in Oregon during the preceding calendar year. The additional information is reported on a form called a Special Oregon Schedule P. A Special Oregon Schedule P is required to be filed by March 1 of each year for the preceding calendar year. At all relevant times, Colony was authorized to transact workers' compensation insurance in Oregon and filed its Special Oregon Schedule P for 2011. Colony was required to file its Special Oregon Schedule P for 2011 by 3/1/2012. Colony filed its Special Oregon Schedule P for 2011 on 3/2/2012, 1 day late.

**Action**

Pursuant to ORS 731.988(1), Colony is assessed a civil penalty of \$100. 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, OR 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 April 16, 2012

/s/ Melinda J. Thompson  
[Signature of Representative]  
Melinda J. Thompson  
[Printed Name of Representative]  
Vice President, Chief Financial Officer & Treasurer  
[Printed Title of Representative]  
Colony Specialty 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 May 14, 2012

/s/ Patrick M. Allen  
Patrick M. Allen  
Director  
Department of Consumer and Business Services

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