STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION

In the Matter of **ACA Financial Guaranty Corporation**.	)	**STIPULATION** and
	)	**FINAL ORDER**
	)	Case No. INS 98-11-004

STIPULATION

The Director of the Department of Consumer and Business Services (Director) proposes to take administrative action against ACA Financial Guaranty Corporation (ACA Financial) for not complying with certain provisions of the Oregon Insurance Code.

ACA Financial enters into this stipulation solely to resolve this matter without further administrative or judicial proceedings.

ACA Financial has the right to receive a notice of proposed action, notice of rights and notice of judicial review, to have a hearing, and to be represented by an attorney at the hearing. ACA Financial waives all such rights.

ACA Financial admits to and agrees with the following:

Facts

ACA Financial filed its 1997 Actuarial Opinion without a bar code.

Ultimate Facts

ACA Financial failed to file the above document(s) in accordance with the applicable filing instructions as required by ORS 731.574.

Conclusions

ACA Financial did not comply with ORS 731.574.

Action

ACA Financial shall pay a civil penalty of $1,500 pursuant to ORS 731.988. Payment shall be made in the form of a check payable to the "Department of Consumer and Business Services" for the full amount due. Payment shall be

personally delivered or mailed to the Insurance Division so that it is received on or before the date of this order.

Dated November 17, 1998

_____/*s*/ H. Russell Fraser
H. Russell Fraser
Chief Executive Officer
ACA Financial Guaranty Corporation

FINAL ORDER

The Director adopts, and incorporates herein by this reference, the Facts, Ultimate Facts, Conclusions and Action in the above Stipulation as the Findings of Fact, Ultimate Findings of Fact, Conclusions of Law and Order, respectively, of this Final Order.

Dated December 2, 1998

_____/*s*/ Michael Greenfield
Michael Greenfield
Director