STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION

In the Matter of **Liberty Northwest Insurance Corporation**	)	**STIPULATION** and
	)	**FINAL ORDER**
	)	Case No. INS 07-05-005

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 Liberty Northwest Insurance Corporation (Liberty NW).

Liberty NW desires to conclude this proceeding without a hearing by entering into this stipulation pursuant to ORS 183.415(5).

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

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

Facts and Conclusions

Licensing Information

Liberty NW has been licensed in Oregon as a domestic insurer since 2/18/83. Liberty NW's last recorded principal business address is located in Portland, Oregon.

Increased Special Workers' Compensation Deposit Late

Liberty NW 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 3/8/07, the director notified Liberty NW that it was required to make an

additional deposit of $523,850 to its special workers' compensation deposit. Pursuant to ORS 174.125, if the normal due date falls on a date that the director is not open for business, then the actual due date is the next date that the director is open for business. Liberty NW was required to make the additional deposit by 4/9/07. However, Liberty NW made the additional deposit on 4/26/07, 17 days late.

Action

Pursuant to ORS 731.988, Liberty NW is assessed a civil penalty of $1,700.00. 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 shall be *received* by the Insurance Division by the date of the final order.

Dated May 17, 2007

/s/ Michelle F. Durante
[Signature of Representative]
Michelle F. Durante
[Printed Name of Representative]
Supervising Investment Compliance Analyst
[Printed Title of Representative]

Liberty Northwest Insurance Corporation

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 11, 2007

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

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