

COMMONWEALTH OF VIRGINIA

STATE CORPORATION COMMISSION

AT RICHMOND, JANUARY 14, 2009

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DOCUMENT CONTROL

COMMONWEALTH OF VIRGINIA

At the relation of the

STATE CORPORATION COMMISSION

v.

CASE NO. INS-2008-00259

THE TRAVELERS INDEMNITY COMPANY,
THE CHARTER OAK FIRE INSURANCE COMPANY,
THE TRAVELERS INDEMNITY COMPANY
OF CONNECTICUT,
THE TRAVELERS INDEMNITY COMPANY
OF AMERICA,
THE PHOENIX INSURANCE COMPANY,
TRAVELERS PROPERTY CASUALTY COMPANY
OF AMERICA,
and
TRAVELERS CASUALTY INSURANCE COMPANY
OF AMERICA,

Defendants

SETTLEMENT ORDER

Based on an investigation conducted by the Bureau of Insurance, it is alleged that the Defendants, duly licensed by the State Corporation Commission ("Commission") to transact the business of insurance in the Commonwealth of Virginia, violated § 38.2-317 of the Code of Virginia by failing to timely file with the Commission notice of their intent to delay implementation of an endorsement filed on their behalf by a rate service organization.

The Commission is authorized by §§ 38.2-218, 38.2-219, and 38.2-1040 of the Code of Virginia to impose certain monetary penalties, issue cease and desist orders, and suspend or revoke the Defendants' licenses upon a finding by the Commission, after notice and opportunity to be heard, that the Defendants have committed the aforesaid alleged violations.

The Defendants have been advised of their right to a hearing in this matter, whereupon the Defendants, without admitting any violation of Virginia law, have made an offer of

settlement to the Commission wherein the Defendants have tendered to the Commonwealth of Virginia the sum of One Thousand Dollars (\$1,000) per company for an amount totaling Seven Thousand Dollars (\$7,000), waived their right to a hearing, and agreed to comply with the Corrective Action Plan set forth in their letter to the Bureau of Insurance dated October 3, 2008.

The Bureau of Insurance has recommended that the Commission accept the offer of settlement of the Defendants pursuant to the authority granted the Commission in § 12.1-15 of the Code of Virginia.

THE COMMISSION, having considered the record herein, the offer of settlement of the Defendants, and the recommendation of the Bureau of Insurance, is of the opinion that the Defendants' offer should be accepted.

IT IS THEREFORE ORDERED THAT:

(1) The offer of the Defendants in settlement of the matter set forth herein be, and it is hereby, accepted; and

(2) The papers herein be placed in the file for ended causes.

AN ATTESTED COPY hereof shall be sent by the Clerk of the Commission to:
Lori O'Keefe, 2nd Vice President, Regulatory Affairs, The Travelers, 385 Washington Street, MC 9275-NB14L, St. Paul, Minnesota 55102; and the Bureau of Insurance in care of Deputy Commissioner Mary M. Bannister.