

**BEFORE THE COMMISSIONER OF COMMERCE AND INSURANCE
OF THE STATE OF TENNESSEE**

IN THE MATTER OF:

**WORKERS' COMPENSATION SELF-INSURANCE
GROUP FUND OF THE
COMPTRUSTAGC...TENNESSEE**

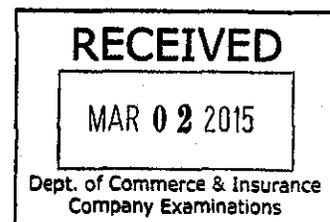
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TID No.: 14-193

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

Pursuant to Tenn. Code Ann. §§ 50-6-405 and 56-1-401 *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance ("Division") has examined certain affairs of Workers' Compensation Self-Insurance Group Fund of the CompTrustAGC...Tennessee ("Company"), a self-insured workers' compensation pool domiciled in the State of Tennessee. As a result of an examination conducted as of March 31, 2013, the examiner-in-charge filed with the Division, on December 9, 2014, a verified, written report on the examination and a copy of that report has been sent to the Company. (The Report on Examination of the Workers' Compensation Self-Insurance Group Fund of the CompTrustAGC...Tennessee is attached hereto and marked as Exhibit A.) The Company did not submit a rebuttal.

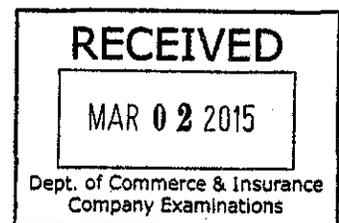
Pursuant to Tenn. Code Ann. § 56-1-411, the examination report regarding the affairs of Workers' Compensation Self-Insurance Group Fund of the CompTrustAGC...Tennessee was filed with the Division on December 9, 2014 and is hereby **ADOPTED** as filed with the following



DIRECTIVES:

1. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0780-1-54-.05 by implementing controls in order to ensure that any amendments to the organizational documents or written contracts required to be provided to the Commissioner by rule 0780-1-54-.04 shall be filed at least thirty (30) days prior to the proposed effective date.
2. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0780-01-54-.13(1) and (2) by implementing controls in order to maintain eighty-five percent (85%) of its net assets in permitted investments.
3. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0780-01-54-.04(3)(c)(1) by implementing controls in order to timely submit to the Division an actuarially justified request to forgo the procurement of aggregate excess of loss insurance.
4. The Trust is **DIRECTED** to comply with Tenn. Comp. R. & Regs. 0800-2-14, Claims-Handling Standards, by refining its internal controls in order to fully comply with the reporting requirements of Tenn. Comp. R. & Regs. 0800-2-14-.03(1) and the maintenance of all medical impairment dates of maximum medical improvement and settlement documents as required by Tenn. Comp. R. & Regs. 0800-2-14.06.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Workers' Compensation Self-Insurance Group Fund of the



CompTrustAGC...Tennessee for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED this the 27th day of February, 2015.

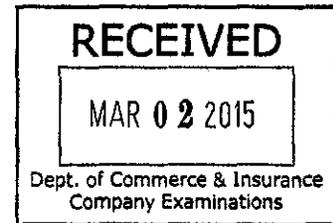


Julie Mix McPeak, Commissioner
Department of Commerce and Insurance
State of Tennessee

PREPARED FOR ENTRY:

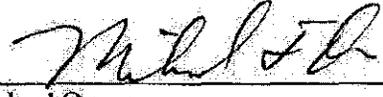


Michael Orr (BPR #020909)
Assistant General Counsel for Insurance
Tennessee Department of Commerce and Insurance
500 James Robertson Parkway
Davy Crockett Tower, 8th Floor
Nashville, Tennessee 37243
(615) 770-0439



CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report has been messenger mailed to: Chlora Lindley-Myers, Deputy Commissioner, Department of Commerce and Insurance; Joy Little, Insurance Examinations Director/Chief Examiner, Department of Commerce and Insurance; Mark Jaquish, Insurance Analysis Director, Department of Commerce and Insurance; and mailed first class, postage prepaid, to Larry Parks, Chairman of the Board of Trustees, c/o William B. Young, Trust Administrator, Workers' Compensation Self-Insurance Group Fund of the CompTrustAGC...Tennessee, 2612 Westwood Drive, Nashville, TN 37204 on this the 29 day of March 2015.



Michael Orr

