## BEFORE THE DIVISION OF INSURANCE DEPARTMENT OF LABOR AND REGULATION STATE OF SOUTH DAKOTA

IN THE MATTER OF HARTFORD CASUALTY INSURANCE COMPANY	) ) )	CONSENT ORDER	
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In resolution of the above matter and in lieu of issuance of a Notice of Hearing and a formal hearing, the undersigned parties do hereby agree to the following:

HARTFORD CASUALTY INSURANCE COMPANY ("HARTFORD CASUALTY"), whose address of record is One Hartford Plaza, Hartford, CT 06155, is an insurance company holding a certificate of authority to transact business in the State of South Dakota;

HARTFORD CASUALTY is aware that the South Dakota Division of Insurance ("Division") has conducted an investigation of its insurance-related activities in South Dakota;

The Division has alleged the following with regards to HARTFORD CASUALTY:

- 1) HARTFORD CASUALTY failed to remit assessments from the South Dakota Insurance Guaranty Association in violation of SDCL §§ 58-29A-75 and 58-29A-78;
- 2) The above-cited conduct constitutes grounds for the revocation or suspension of HARTFORD CASUALTY's certificate of authority pursuant to SDCL § 58-6-46 and 58-29A-91;

HARTFORD CASUALTY is aware of and understands the nature of the charges and has been informed that it has the right to notice, hearing, and appeal, and that by agreeing to and signing this Consent Order waives these rights;

In return for HARTFORD CASUALTY agreeing to the provisions of this Consent Order, the Division agrees not to proceed to hearing and agrees that this Consent Order will constitute an informal disposition of this licensing matter pursuant to SDCL § 1-26-20;

HARTFORD CASUALTY agrees to a monetary penalty in the amount of \$5,000 pursuant to SDCL § 58-4-28.1, in lieu of contesting this matter formally; and

HARTFORD CASUALTY further agrees to conduct itself in accordance with the insurance laws and regulations of the State of South Dakota henceforth; and

HARTFORD CASUALTY further agrees that this Consent Order may be considered in any future licensing procedures with the Division and for the purpose of determining the appropriate sanction in any future actions with the Division for any violations of the laws or regulations of the State of South Dakota or for failing to abide by any order of the Director;

Wherefore, good cause appearing from the foregoing, it is hereby ORDERED that HARTFORD CASUALTY pay a monetary penalty in the amount of \$5,000 payable to "South Dakota Division of

Insurance" for deposit in the general fund of the State of South Dakota and remitted with this Consent Order; and it is further

ORDERED that HARTFORD CASUALTY pay the SDIGA assessments as noticed on July 15, 2013 with applicable interest as determined by the SDIGA by the time this Consent Order is signed by HARTFORD CASUALTY; and it is further

ORDERED that should HARTFORD CASUALTY fail to comply with the provisions of this Order, the Division may seek the suspension or revocation of HARTFORD CASUALTY's Certificate of Authority at hearing pursuant to SDCL §§ 58-6-46 and 58-29A-91, or seek other remedies available at law; and it is further

ORDERED that the use of this Consent Order for competitive purposes by an insurance agent or thirdparty administrator holding a license in the State of South Dakota, or by any company holding a Certificate of Authority, or by anyone on their behalf, may be deemed unfair competition and be grounds for suspension or revocation of said license or authority; and it is further

ORDERED that the provisions of this Consent Order shall be effective from the date the Director signs this Order.

Dated at Pierre, South Dakota this 23 day of Darantic, 2013

Merle Scheiber, Director

South Dakota Division of Insurance

The undersigned, on behalf of HARTFORD CASUALTY, represents it understands the terms of this Consent Order and the waiver of its due process rights and voluntarily enter into this Consent Order.

Dated this 17th day of December , 2013.

Signature of Authorized Representative

Name of Authorized Representative

associate Coursel

Title