

**BEFORE THE DEPARTMENT OF COMMERCE AND INSURANCE
FOR THE STATE OF TENNESSEE**

IN THE MATTER OF:)
) **No.: 09-026**
PARATRANSIT INSURANCE COMPANY, A)
MUTUAL RISK RETENTION GROUP)

ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES

Pursuant to Tenn. Code Ann. §§ 56-1-401, *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance (“Division”) has examined certain affairs of the Paratransit Insurance Company, a Mutual Risk Retention Group (“Company”), an insurance company domiciled in the State of Tennessee. As a result of an examination conducted as of the 31st day of December, 2007, the examiner-in-charge filed with the Division, on the 5th day of June, 2009, 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 Company is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company. The Company waived any right to rebuttal with respect to the Report on Examination of the Paratransit Insurance Company, a Mutual Risk Retention Group filed with the Division, on the 23rd day of June, 2009. (The letter waiving rebuttal is attached hereto and marked as Exhibit B.)

Pursuant to Tenn. Code Ann. § 56-1-411, said examination report regarding the affairs of the Paratransit Insurance Company, a Mutual Risk Retention Group, filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 5th day of June, 2009, is hereby **ADOPTED** as filed with the following **DIRECTIVE**:

1. The Company is **DIRECTED** to comply with NAIC Statement of Statutory Accounting Principals SSAP # 53 by not classifying anticipated premium audit adjustment payments received from insured members as advance premiums.

The company shall comply with the directives contained in this order within thirty (30) days of its entry.

The adoption of this examination report shall not preclude the Department from imposing sanctions against the Paratransit Insurance Company, a Mutual Risk Retention Group 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 With Directives merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

ENTERED this the 29th day of June, 2009.

Leslie A. Newman
Leslie A. Newman, Commissioner
Department of Commerce and Insurance
State of Tennessee

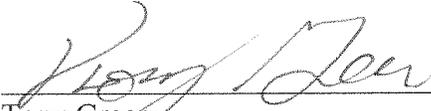
PREPARED FOR ENTRY:



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CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as Filed has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to the Paratransit Insurance Company, a Mutual Risk Retention Group, 1000 Ridgeway Loop Road, Memphis, TN 38120, on this the 29th day of June, 2009.



Tony Greer
Certifying Attorney