

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

IN THE MATTER OF:

DELTA DENTAL OF TENNESSEE

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No.: 09-022

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 Delta Dental of Tennessee (the “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 16th day of June, 2009, a verified, written report on the examination, and a copy of that report has been sent to Delta Dental of Tennessee (The Report on Examination of Delta Dental of Tennessee is attached hereto as Exhibit A). The Division received no written rebuttal to said examination report from the Company.

Pursuant to TENN. CODE ANN. § 56-1-411, said examination report regarding the affairs of Delta Dental of Tennessee filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 16th day of June, 2009, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

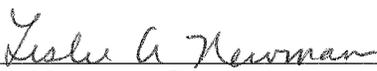
The Company is **DIRECTED** to comply with TENN. CODE ANN. §§ 56-1-501(g) by ensuring that funds stock and bond purchases are properly recorded in order to prepare its financial statements in accordance with National Association of Insurance Commissioners (“NAIC”) Accounting Practices and Procedures Manual.

The Company is further **DIRECTED** to comply with TENN. CODE ANN. § 56-30-112(7) by continuing to annually accumulate contingency reserves as required, and list this item on a segregated basis on its financial statements.

The adoption of this examination report shall not preclude the Department from imposing sanctions against Delta Dental of 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 18th day of June, 2009.



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 with Directive has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, Keith M. Patterson, Insurance Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to Delta Dental of Tennessee, at the address of 240 Venture Circle, Nashville, Tennessee, 37228; on this the 19th day of June, 2009.



Karen L. Heidel
Certifying Attorney