

**BEFORE THE COMMISSIONER OF INSURANCE
OF THE STATE OF KANSAS**

In the Matter of the Redomestication of)
UNION SECURITY) Docket No. 4038-R
INSURANCE COMPANY)

ORDER OF REDOMESTICATION

NOW on this 28th day of September, 2009, the above matter comes before the Commissioner of Insurance of the State of Kansas (“Commissioner”).

Union Security Insurance Company (“USIC”) which was admitted as a Minnesota insurer on January 1, 1963 and as a redomesticated Iowa insurer on October 1, 2004, applied to transfer its place of domicile from Iowa to Kansas pursuant to K.S.A. 40-2,162.

USIC is represented by Steven L. Imber, Polsinelli Shugart P.C. The Kansas Insurance Department (“KID”) is represented by John W. Campbell, General Counsel. KID is also represented by Kenneth G. Abitz, Director of Financial Surveillance; Mark E. Owens, Principal Financial Analyst, and Zachary J.C. Anshutz, Assistant General Counsel.

All parties relied on documentary and contractual representations filed with KID.

Whereupon the Commissioner makes the following:

Findings of Fact and Conclusions of Law

1. USIC submitted all necessary materials to the Kansas Insurance Department in connection with the redomestication; and
2. The redomestication has been approved by the office of the Commissioner.

Applicable Law

K.S.A. 40-2,162 states, in pertinent part:

- (a) An insurer organized under the laws of any other state and admitted to do business in this state for the purpose of writing insurance may become a domestic insurer by complying with all of the requirements of law relative to the organization and licensing of a domestic insurer of the same type and by designating the insurer's principal place of business at a place in this state...

- (d) The certificate of authority, agents' appointments and licenses, rates and other items which the Commissioner allows, in the Commissioner's discretion, that are in existence at the time an insurer licensed to transact the business of insurance in this state transfers the insurer's corporate domicile to this or any other state by merger, consolidation or any other lawful method shall continue in full force and effect upon transfer if the insurer remains duly qualified to transact the business of insurance in this state. For purposes of existing authorizations and all other corporate purposes, the insurer or mutual holding company is deemed the same entity as it was prior to the transfer of its domicile. All outstanding policies of a transferring insurer shall remain in full force and effect and need not be endorsed as to the new name of the company or the company's new location unless so ordered by the commissioner. A transferring insurer shall file new policy forms with the commissioner on or before the effective date of the transfer, but may use existing policy forms with appropriate endorsements if allowed by, and under such conditions as approved by, the commissioner. However, every transferring insurer or mutual holding company shall notify the commissioner of the details of the proposed transfer and shall file promptly any resulting amendments to corporate documents filed or required to be filed with the commissioner.

- (f) A foreign insurer or mutual holding company shall file restated articles of incorporation and certificate of domestication with the secretary of state in a form prescribed by the secretary of state and approved by the insurance commissioner to transfer to this state. A domestic insurer shall file with the secretary of state a certificate or order issued by the insurance commissioner approving the transfer to another state...

IT IS THEREFORE ORDERED BY THE COMMISSIONER OF INSURANCE THAT:

The redomestication of USIC from Iowa to Kansas is hereby approved pursuant to K.S.A. 40-2,162, effective September 30, 2009.

Notice of Right to Hearing or Appeal

Union Security Insurance Company (“USIC”) is entitled to a hearing pursuant to K.S.A. § 77-537, the Kansas Administrative Procedure Act. If USIC desires a hearing, the company must file a written request for a hearing with:

John W. Campbell, General Counsel
Kansas Insurance Department
420 S.W. 9th Street
Topeka, Kansas 66612

This request must be filed within fifteen (15) days from the date of service of this Order. If USIC requests a hearing, the Kansas Insurance Department will notify the company of the time and place of the hearing and information on the procedures, right of representation, and other rights of parties relating to the conduct of the hearing, before commencement of same. If a hearing is not requested in the time and manner stated above, this Order shall become effective as a Final Order upon the expiration of time for requesting a hearing, pursuant to K.S.A. § 77-613. In the event that USIC files a petition for judicial review, pursuant to K.S.A. § 77-613(e), the agency officer to be served on behalf of the Kansas Insurance Department is:

John W. Campbell, General Counsel
Kansas Insurance Department
420 S.W. 9th Street
Topeka, Kansas 66612

IT IS SO ORDERED THIS 28th DAY OF SEPTEMBER, 2009, IN THE CITY
OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



 /s/ Sandy Praeger

Sandy Praeger
Commissioner of Insurance

BY:

 /s/ John W. Campbell

John W. Campbell
General Counsel

CERTIFICATE OF SERVICE

The undersigned hereby certifies that above and foregoing Order of Redomestication was served via the United States Postal Service, first-class postage prepaid, on this 28th day of September, 2009, addressed to the following:

Mr. Steven L. Imber
Polsinelli Shugart P.C.
6201 College Boulevard, Suite 500
Overland Park, KS 66211

/s/ Zachary J.C. Anshutz
Zachary J.C. Anshutz
Assistant General Counsel