

BEFORE THE COMMISSIONER OF INSURANCE  
OF THE STATE OF KANSAS

**FINAL ORDER**  
7-13-2017  
BFB/ML

In the Matter of the Proposed Adoption )  
of the Financial Condition Examination )  
Report as of December 31, 2015 )  
Universal Underwriters Life Ins Co )  
NAIC #41181 )

Docket No. 5055-ER

**CONSENT ORDER**

NOW COMES on for formal disposition the matter of the proposed adoption of the financial condition examination report as of December 31, 2015 of Universal Underwriters Life Insurance Company (UULIC), a Kansas corporation. This matter is brought before the Commissioner of Insurance ("Commissioner") for adoption, rejection, or modification pursuant to the provisions of K.S.A. 40-222.

The Kansas Insurance Department ("KID") and UULIC wish to resolve this matter by entering into this Consent Order. UULIC hereby waives any and all rights to further administrative adjudication or review of this matter, including any and all rights conferred upon it under K.S.A. 77-501 *et seq.* This Consent Order constitutes the Final Order in this matter.

The Commissioner, having fully considered and reviewed the financial condition examination report, together with all written submissions, applicable rebuttals, and all relevant portions of the examiners' work papers, and further, being fully advised on all premises, hereby find:

### **Policy Reasons**

It is stated policy of the State of Kansas that whenever the Commissioner deems it necessary, an examination of the affairs and financial condition of any insurance company in the process of organization, applying for admission, or doing business in this State can be undertaken. In all cases, such an examination must occur once every five (5) years. Through the examination process, the insurance consuming public will be well served and protected.

### **Findings of Fact**

1. The Commissioner has jurisdiction over this matter pursuant to K.S.A. 40-222.
2. An examination of UULIC was undertaken by the Kansas Insurance Department and was completed on June 11, 2017.
3. The examiner-in-charge tendered and filed with the KID a verified written report of the examination within thirty (30) days following completion of the examination, to wit; June 11, 2017.
4. Following receipt of the verified report, the KID transmitted the report to UULIC on June 15, 2017, with a duly executed notice advising the company of its opportunity to prepare and submit to the KID a written submission or rebuttal with respect to any and all matters contained in the report. UULIC was further advised that any written submission or rebuttal needed to be filed with the KID no later than thirty (30) days after receipt of the verified report.
5. UULIC filed a written acceptance of the verified report on July 11, 2017.

6. Based upon the written submission tendered by UULIC, the company took no exceptions to matters contained in the verified report.

7. Within thirty (30) days of the end of the time period allowed for written submission or rebuttal, the Commissioner of Insurance fully reviewed the report, together with all written submissions and rebuttals provided by UULIC. The Commissioner further reviewed all relevant workpapers.

8. No other written submissions or rebuttals were submitted by UULIC.

#### **Conclusion of Law**

11. K.S.A. 40-222(k)(2) provides:

“Within 30 days of the end of the period allowed for the receipt of written submissions or rebuttals, the commissioner shall fully consider and review the report, together with any written submissions or rebuttals and any relevant portions of the examiners workpapers and enter an order:

(A) Adopting the examination report as filed or with modification or corrections. If the examination report reveals that the company is operating in violation of any law, regulation or prior order of the commissioner, the commissioner may order the company to take any action the commissioner considers necessary and appropriate to cure such violations; or

(B) rejecting the examination report with directions to the examiners to reopen the examination for purposes of obtaining additional data, documentation or information, and refile pursuant to subsection (k); or

(C) call and conduct a fact-finding hearing in accordance with K.S.A. 40-281 and amendments thereto for purposes of obtaining additional documentation, data, information and testimony.”

12. Based upon the Findings of Fact enumerated in paragraphs #1 through #8 above, the financial condition examination report as of December 31, 2015 of UULIC should be adopted.

IT IS THEREFORE, BY THE COMMISSIONER OF INSURANCE, ORDERED THAT:

1. The financial condition examination report as of December 31, 2015 of UULIC, is hereby adopted.

2. The Commissioner of Insurance retains jurisdiction over this matter to issue any and all further Orders deemed appropriate or to take such further action necessary to dispose of this matter.

IT IS SO ORDERED THIS 13<sup>TH</sup> DAY OF JULY, 2017 IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



Ken Selzer  
Commissioner of Insurance

BY:

Grace Lancaster  
Staff Attorney

BY:

David Jay Dletz  
President, CEO and Chairman  
Zurich American Life Insurance Company,  
successor by merger to Universal Underwriters  
Life Insurance Company.

NOTICE OF RIGHTS TO HEARING AND REVIEW

This Order is subject to the provisions of the Kansas Judicial Review Act, K.S.A. 77-601 et seq. In the event the company 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:

Diane Minear, General Counsel  
Kansas Insurance Department  
420 S.W. 9<sup>th</sup> Street  
Topeka, Kansas 66612

**Certificate of Service**

The undersigned hereby certifies that he was served a true and correct copy of the above and foregoing **Consent Order** on this 13<sup>th</sup> day of **July, 2017**, by causing the same to be emailed to David J. Dietz, President, CEO and Chairman, of Zurich American Life Insurance Company, successor by merger of the Universal Underwriters Life Insurance Company, to [juanita.thomas@zurich.com](mailto:juanita.thomas@zurich.com).

A handwritten signature in black ink, appearing to read 'Richard Ramos', written over a horizontal line.

Richard Ramos  
Director, Financial Surveillance Division  
Kansas Insurance Department