

NORTH CAROLINA DEPARTMENT OF INSURANCE
RALEIGH, NORTH CAROLINA

STATE OF NORTH CAROLINA
COUNTY OF WAKE

BEFORE THE COMMISSIONER
OF INSURANCE

IN THE MATTER OF THE LICENSURE OF
AMERICAN MEDICAL AND LIFE INSURANCE
COMPANY NAIC COMPANY CODE 81418

VOLUNTARY SETTLEMENT
AGREEMENT

NOW COME American Medical and Life Insurance Company ("the Company") and the North Carolina Department of Insurance ("the Department"), and hereby voluntarily and knowingly enter into the following Voluntary Settlement Agreement (hereinafter, the "Agreement");

WHEREAS, the Department has the authority and responsibility for enforcement of insurance laws of this State and for regulating and licensing insurance companies; and

WHEREAS, the Company is a New York domiciled life and health insurance company that is licensed by the Department; and

WHEREAS, the Company has reported North Carolina direct premiums written of \$466,130 in 2013; and

WHEREAS, the Company discontinued writing its limited medical plans, which comprised 98% of its business mix, as of August 2012, and is no longer writing any new business effective July 2, 2014; and

WHEREAS, the Department desires that the Company not write directly or assume any new business in this State until authorized to do so by the Department; and

WHEREAS, pursuant to the terms set forth herein, the Company and the Department desire to resolve the issue of the Company's writing of new business in this State; and

WHEREAS, the Company enters into this agreement with the knowledge of its right to have an administrative hearing on the foregoing issues; and


WHEREAS, pursuant to N.C. Gen. Stat. § 58-2-70(g), the Commissioner and the Department have the express authority to negotiate a mutually acceptable agreement with any person as to the status of the person's license or certificate or as to any civil penalty or restitution;

NOW THEREFORE, in consideration of the promises and agreements set out herein, and other good and valuable consideration, the Department and the Company hereby agree as follows:

1. The Company shall continue to service its existing North Carolina business.
2. The Company shall not write directly or assume any new business in this State until authorized to do so by the Department.
3. The Company shall obey all provisions of Chapter 58 of the North Carolina General Statutes and Title 11 of the North Carolina Administrative Code that are applicable to the Company.
4. This Agreement shall have the full force and effect of an Order of the Commissioner. The Company acknowledges and understands that N.C. Gen. Stat. § 58-3-100(a)(1) provides that an insurance company's license may be revoked for violating an Order of the Commissioner.
5. The Department shall conduct such compliance investigations or examinations as it shall deem appropriate to verify the Company's compliance with this Agreement and all other laws, rules or regulations within the jurisdiction of the Department, and such investigations or examinations shall be scheduled within the discretion of the Department.
6. Unless otherwise limited herein, this Agreement does not in any way affect the Department's regulatory or disciplinary authority with regard to any follow-up examinations of the Company or with respect to future complaints involving the Company.
7. This Agreement, when finalized, will be a public record and is not confidential. The Department is free to disclose the contents of this Agreement to third parties upon request or pursuant to any law or policy providing for such disclosure.
8. This Agreement shall become effective when signed by the Company and the Department.

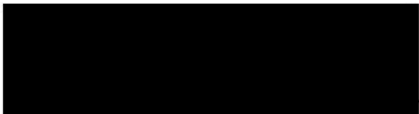
IN WITNESS WHEREOF, the undersigned have caused this Agreement to be duly executed.

AMERICAN MEDICAL AND LIFE INSURANCE COMPANY

By: 
Sydney Tucker Taylor, Chief Executive Officer

Date: Aug 1 2014

NORTH CAROLINA DEPARTMENT OF INSURANCE

By: 
James A. Riddick, Deputy Commissioner

Date: 8-12-14