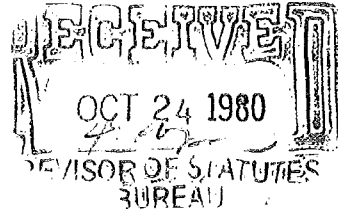


Ins 16.02



STATE OF WISCONSIN)
)ss
OFFICE OF THE COMMISSIONER OF INSURANCE)

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Susan Mitchell, Commissioner of Insurance and custodian of the official records of said office, do hereby certify that the annexed order amending a rule relating to annual audited financial reports and examinations was issued by this office October 24, 1980.

I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name in the City of Madison, State of Wisconsin, this 24th day of October, 1980.

A handwritten signature in cursive script that reads "Susan Mitchell".

Susan Mitchell
Commissioner of Insurance

1-1-81

RECEIVED
OCT 24 1980
COMMISSIONER OF STATUTES
BUREAU

STATE OF WISCONSIN
RECEIVED AND FILED

OCT 24 1980

VEL PHILLIPS
SECRETARY OF STATE

STATE OF WISCONSIN)
OFFICE OF THE COMMISSIONER OF INSURANCE) ss

TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

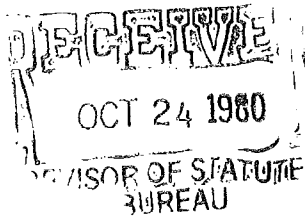
I, Susan Mitchell, Commissioner of Insurance and custodian of the official records of said office, do hereby certify that the annexed order amending a rule relating to annual audited financial reports and examinations was issued by this office October 24, 1980.

I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name in the City of Madison, State of Wisconsin, this 24th day of October, 1980.



Susan Mitchell
Commissioner of Insurance



STATE OF WISCONSIN
RECEIVED AND FILED

OCT 24 1980

VEL PHILLIPS
SECRETARY OF STATE

ORDER OF THE COMMISSIONER OF INSURANCE
AMENDING A RULE

Relating to annual audited financial reports and examinations.

ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE

The purpose of these amendments is to exempt certain town mutual insurers from the requirements of annual audited financial reports and examinations in s. Ins 16.02, Wis. Adm. Code. Section Ins 16.02 implements and interprets ss. 601.42 and 601.43, Stats.

Pursuant to the authority vested in the Commissioner of Insurance by section 601.41 (3), Stats., the Commissioner of Insurance hereby amends a rule interpreting sections 601.42 and 601.43, Wisconsin Statutes, as follows:

Section Ins 16.02 (2) is amended to read:

(2) SCOPE. This section shall apply to all insurers licensed under chs. 611, 612, 613, 614 and 618, Stats., and the State Life Fund, except that a town mutual having less than \$300,000 of total premiums written for that year, including premiums on non-property coverage, shall be exempt from this section for that year provided:

(a) it has of the past December 31 financial statement a net of reinsurance premium to surplus ratio less than 6 to 1;

(b) its articles of incorporation do not authorize operations in more than four counties;

(c) it does not engage in the writing of non-property coverage unless such coverage is 100% reinsured;

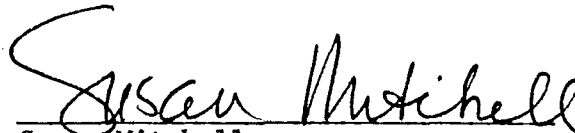
(d) it does not engage in the interchange of reinsurance with other town mutuals, except town mutual reinsurance corporations organized under s. 612.71, Stats., where the interchange reinsurance premiums exceed 20% of the annual net premiums written by the assuming town mutual; and

(e) it does not own real estate, including home office quarters, whose cost or book value exceeds 10% of its total assets.

Section Ins 16.02 (10) is amended to read:

(10) FILING OF ANNUAL AUDITED FINANCIAL REPORTS. Every insurer except town mutual insurers must file an annual audited financial report on or before June 30, for the year ended December 31 immediately preceding. Town mutual insurers required by this section to file an audited financial report shall file the report on or before June 30 or within thirty days following the annual meeting of members whichever is sooner.

Dated at Madison, Wisconsin, this 24th day of October, 1980.


Susan Mitchell
Commissioner of Insurance