



**STATE OF NEW YORK
Department of Financial Services
ONE COMMERCE PLAZA
ALBANY, NEW YORK 12257**

**Andrew M Cuomo
Governor**

**Benjamin M. Lawsky
Superintendent**

October 1, 2013

National General Insurance Group
Attn: Ms. Robin Coe
500 West Fifth St.
P.O. Box 3199
Winston Salem, NC 27012-3199

RE: Integon National Insurance Company

Enclosed is a copy of the Stipulation No. 2013-0161-S which a penalty in the amount of \$10,000.00 was imposed upon the company and received by this Department.

Respectfully yours,

A. S.

Anthony Spagli
Principal Clerk
Corporate Affairs Unit
(518) 474-4585

Enc.



NEW YORK STATE
DEPARTMENT OF FINANCIAL SERVICES
ONE STATE STREET
NEW YORK, NEW YORK 10004

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In the Matter of

**INTEGON NATIONAL INSURANCE
COMPANY,**

**STIPULATION
No. 2013-0161-S**

Respondent.

-----X

WHEREAS, Integon National Insurance Company ("Respondent") is a foreign insurance company authorized to transact property and casualty insurance business in this State pursuant to the provisions of the New York Insurance Law ("Insurance Law"); and

WHEREAS, a compliance report submitted for the calendar year 2012 revealed that Respondent exceeded the permissible number of private passenger automobile insurance policy non-renewals allowed in violation of the Insurance Law; and

WHEREAS, Respondent has been advised and is aware of its right to notice and a hearing on said violations; and

WHEREAS, Respondent wishes to resolve this matter by entering into a Stipulation with the New York State Department of Financial Services ("Department") on the terms and conditions hereinafter set forth in lieu of proceeding with a hearing; *NOW THEREFORE*,

IT IS HEREBY STIPULATED AND AGREED by and between the Respondent and the Department, subject to the approval of the Superintendent of Financial Services, as follows:

1. Respondent waives its right to further notice and a hearing in this matter and admits that during calendar year 2012 it violated Section 3425(f) (1) & (2) of the Insurance Law by exceeding the maximum number of private passenger automobile non-renewals permitted for calendar year 2012.

2. Respondent states in mitigation that the above violations were not the result of any conscious company policy to evade the requirements of the Insurance Law and/or Regulations.

3. Respondent agrees to limit its 2014 non-renewals, in any rating territories where it had impermissible excess non-renewals in 2012, to one percent of its 2014 in-force private passenger automobile policies. It is further agreed that this restriction on non-renewals shall continue forward from 2014 until the company has made up for the excess non-renewals from 2012 in the impacted territories.

4. In consequence of the foregoing, Respondent consents to the imposition of a civil penalty in the sum of Ten Thousand Dollars (\$10,000.00), receipt of which is hereby acknowledged.

5. Respondent agrees to take all steps necessary to prevent the recurrence of similar violations in the future.

6. Respondent acknowledges that this Stipulation, and any admission contained herein, may be used against it in any future proceeding if there is reason to believe the terms of the Stipulation have been violated by Respondent, or if the Department institutes disciplinary action against Respondent for any reason other than the specific acts considered herein.

Dated: New York, New York

Sept. 4, 2013

NEW YORK STATE DEPARTMENT OF FINANCIAL SERVICES

By: Beth Cohen
Beth Cohen
Associate Attorney

INTEGON NATIONAL INSURANCE COMPANY

By: Jeffrey Weissmann
Name: Jeffrey Weissmann
Title: General Counsel

STATE OF NEW YORK)
)ss.:
COUNTY OF New York)

KRISTIN A. KEEGAN
NOTARY PUBLIC-STATE OF NEW YORK
No. 01KE6276117
Qualified in New York County
My Commission Expires February 11, 2017

On this ³⁰ day of August 2013, before me personally came Jeffrey Weissmann, to me known, who, being by me duly sworn, did depose and say that he/she resides at _____; that he/she is the General Counsel of Integon National Insurance Company, the corporation described in and which executed the above instrument; and that he/she signed his/her name thereto by order of the board of directors of said corporation.

Kristin Keegan
Notary Public

THE FOREGOING STIPULATION IS HEREBY APPROVED.

Dated: New York, NY
Sept. 6, 2013

BENJAMIN M. LAWSKY
Superintendent of Financial Services

By:

Martha A. Lees

Martha A. Lees

Deputy Superintendent & General Counsel-Insurance