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STATE OF ARIZONA

APR 1 4 1995

DEPARTMENT OF INSURANCE

DEPARTMENT OF INSURANCE

In the Matter of

Docket No. 8593

COMMONWEALTH LIFE INSURANCE COMPANY; FIRST GENERAL INSURANCE COMPANY; and THE TRAVELERS INDEMNITY COMPANY OF AMERICA,

ORDER RE REQUEST FOR REHEARING

Petitioners.

On March 16, 1995, a Request for Rehearing was filed by counsel for Respondents Commonwealth Life Insurance Company, First General Insurance Company, and The Travelers Indemnity Company of America ("Petitioners"). The Department of Insurance ("Department") filed its response to the Request on March 31, 1995. On April 4, 1995, the Petitioners filed a supplemental pleading in support of their request.

The Request raised two grounds for rehearing, including whether: 1) the methodology used by the Department in issuing the assessments at issue constitute rulemaking; and 2) the second sentence of A.R.S. §20-230 violates Petitioners' due process rights.

The record has been completely reviewed, including those portions of the record relating directly to the Petitioners' request for rehearing. From this review, the conclusion has been made that the March 8, 1995 Order is fully support by law and fact.

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THEREFORE, IT IS ORDERED denying the Request for Rehearing filed by Petitioners.

> 14th day of April, 1995. EFFECTIVE this

Director of Insurance

Chief Administrative Law Judge

## NOTIFICATION OF RIGHTS

The final decision of the Director may be appealed to the Superior Court of Maricopa County for judicial review pursuant to A.R.S. §20-166.

COPY of the foregoing mailed/delivered this 14th day of April, 1995, to:

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