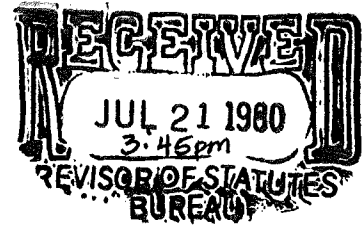


Ins 11



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 the Board of Directors of the Insurance Security Fund was issued by this office July 21, 1980.

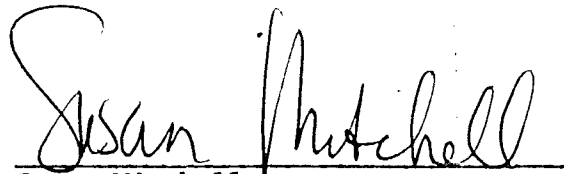
I further certify that said copy has been compared by me with the original on file in this office and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name in the City of Madison, State of Wisconsin, this 21st day of July, 1980.

STATE OF WISCONSIN
RECEIVED AND FILED

JUL 21 1980

VEL PHILLIPS
SECRETARY OF STATE


Susan Mitchell
Commissioner of Insurance

Tent. rfg. date 7-1-80

ORDER OF THE COMMISSIONER OF INSURANCE

AMENDING A RULE

Relating to the Board of Directors of the Insurance Security Fund.

ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE

Chapter 109, Laws of 1979, in section 646.12 changed slightly the composition of the Board of Directors of the Insurance Security Fund. This proposal amends section 11.01, Wisconsin Administrative Code, to provide that the Commissioner shall appoint the members of the Board and that she may consider the recommendations of insurance trade associations in making seven of those appointments. The amendment provides that instead of the Commissioner being chairperson, the chairperson is to be elected annually. The terms of the appointed members will be for staggered three-year terms.

Pursuant to the authority vested in the Commissioner of Insurance by section 601.41 (3) and 646.12 (1), Wisconsin Statutes, the Commissioner of Insurance hereby amends a rule implementing and interpreting section 646.12, Wisconsin Statutes, as follows:

Section Ins 11.01 is amended to read:

Ins 11.01 Insurance security fund board. (1) PURPOSE. The purpose of this rule is to establish a procedure for selecting members of the board of the insurance security fund pursuant to s. ~~646.03~~ 646.12 (1), Stats.

(2) MEMBERSHIP OF THE BOARD. The board shall consist of:

(a) The commissioner, who shall be chairman, the attorney general and the treasurer of the state of Wisconsin; and

(b) Seven insurer representatives of domestic and foreign and alien insurers subject to ch. 646. Stats., to be appointed by the commissioner upon consideration of the recommendations of the following insurance organizations including:

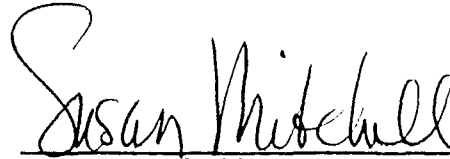
1. American Insurance Association;
2. ~~American Life Insurance Association~~ American Council of Life Insurance;
3. Alliance of American Insurers;
4. Health Insurance Association of America;
5. National Association of Independent Insurers;
6. Wisconsin Insurance Alliance; and
7. Wisconsin Association of Life Insurers; and

(c) One additional member, as may be from time to time designated by the commissioner ~~from~~ representing insurers not associated with any organization listed in paragraph (b).

(3) TERM. Members of the board appointed under subsection (2) (b) and (c) shall serve for a term of ~~2~~ 3 years, except that members appointed before 1980 shall serve for the terms for which they were originally appointed and 1980 appointments shall be 2 members for two-year terms and 3 members for three-year terms.

(4) CHAIRPERSON. Annually, at its first meeting after June 1, the board of directors shall elect a chairperson.

Dated at Madison, Wisconsin, this 21st day of July, 1980.

A handwritten signature in cursive script that reads "Susan Mitchell". The signature is written in black ink and is positioned above a horizontal line.

Susan Mitchell
Commissioner of Insurance