

**BEFORE THE INSURANCE COMMISSIONER
FOR THE STATE OF ARKANSAS**

**IN THE MATTER OF
TRUCKERS' PURCHASING GROUP, INC.**

A.I.D. NO. 2011- 071

CEASE AND DESIST ORDER

Now on this day the matter of the Truckers' Purchasing Group, Inc. ("Company"), is taken under consideration by Jay Bradford, Insurance Commissioner for the State of Arkansas ("Commissioner"), as presented by Nina Samuel Carter, Associate Counsel, Legal Division of the Arkansas Insurance Department ("Department") and by the Property and Casualty Division of the Department. From the facts, matters and other things before the Commissioner, he finds and concludes as follows:

1. That the Commissioner has jurisdiction over the parties and the subject matter involved herein pursuant to Ark. Code Ann. § 23-65-101(b).
2. On September 28, 2010, a notice of non-renewal of the Certificate of Registration effective March 1, 2011, was mailed to the Company.
3. On April 21, 2011, Joie Tester, Investigator, spoke to the Company and was notified that it was purchasing coverage directly from an admitted insurer. To follow up the telephone conversation, a letter was sent to the Company indicating that was allowed if the Company was properly registered. As the Company's registration was non-renewed effective March 1, the April letter continued to ask the Company to complete the Purchasing Group Renewal and return it along with the annual renewal fee in order to receive its Certificate of Registration.
4. On May 23, 2011, the Department mailed the Company another notice that the Registration was expired although it was continuing in operation. The Company was advised that unless the application and renewal payment was sent to the Department by May 31, 2011, it Cease and Desist its operation in the State of Arkansas.

5. A subsisting Certificate of Registration issued by the Commissioner is required for a Purchasing Group to do business in the State of Arkansas under Ark. Code Ann. § 23-94-208.

6. The Company has neither applied for, nor obtained, a Certificate of Registration authorizing it to conduct the business of insurance in the State of Arkansas.

7. The Company has engaged in the unauthorized business of insurance by continuing to purchase coverage on behalf of its group for the express purpose of covering risks that are present in the State of Arkansas, in violation of the Liability Risk Retention Act of 1986, codified at Ark. Code Ann. §§ 23-94-202, et seq.

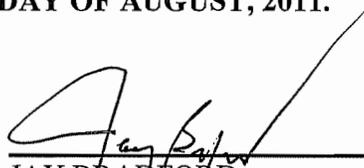
8. Pursuant to Ark. Code Ann. § 23-65-101(b), the Commissioner may summarily order the Company to cease and desist from an act or practice when the Commissioner has reason to believe the Company has failed to comply with any provision of the Arkansas Insurance Code.

IT IS THEREFORE ORDERED AND ADJUDGED AS FOLLOWS:

1. Pursuant to Ark. Code Ann. § 23-65-101(b), the Commissioner hereby orders the Company to immediately cease and desist any and all activities involving the business of insurance in the State of Arkansas for the reasons stated above.

2. The Company shall request a hearing on this Order, in writing, within thirty (30) days of its entry if the Company desires a hearing pursuant to Ark. Code Ann. § 23-65-101(b)(2)(A).

IT IS SO ORDERED THIS 26th DAY OF AUGUST, 2011.



JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS