

DEPARTMENT OF INSURANCE

STATE OF WYOMING

IN THE MATTER OF SCAFFOLD INDUSTRY) Docket No. 12-14
INSURANCE COMPANY RISK RETENTION)
GROUP, INC.)

**ORDER OF SUSPENSION OF AUTHORIZATION
TO TRANSACT BUSINESS**

WHEREAS, Scaffold Industry Insurance Company Risk Retention Group, Inc. ("Scaffold"), 1250 H Street NW, Suite 901, Washington, D.C. 20005, is authorized to transact business in the State of Wyoming as a risk retention group; and

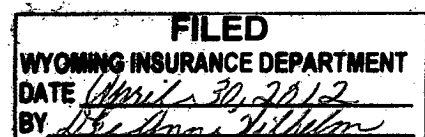
WHEREAS, an Order entered on March 5, 2012, by William P. White, Commissioner of the District of Columbia Department of Insurance, Securities and Banking found that Scaffold is insolvent and in a condition that the further transaction of business would be hazardous to the Company's policyholders, creditors and the general public;

WHEREAS, an Order of Liquidation was entered on March 29, 2012, by the Superior Court of the District of Columbia upon the Petition of the Commissioner of the Department of Insurance, Securities and Banking of the District of Columbia, who was appointed as liquidator;

WHEREAS, Wyo. Stat. §§ 26-36-111 and 26-36-112 allow the Insurance Commissioner of the State of Wyoming to impose penalties applicable to licensed insurers generally under the Insurance Code, including the suspension of a license and the right to do business as risk retention groups; and

WHEREAS, pursuant to Wyo. Stat. § 26-36-114, an order issued by any district court of the United States enjoining a risk retention group from soliciting or selling insurance or operating in any state or in all states or in any territory or possession of the United States upon a finding that such a group is in a hazardous financial condition shall be enforceable in the courts of this state ; and

WHEREAS, pursuant to Wyo. Stat. § 26-3-116(e), the Insurance Commissioner of the State of Wyoming may immediately suspend the authorization to transact business of a risk retention group against whom a proceedings for receivership, conservatorship, rehabilitation or other delinquency proceedings has been commenced in any state by the public insurance supervisory official of that state;



IT IS HEREBY ORDERED that the authorization of Scaffold Industry Insurance Company Risk Retention Group, Inc. to transact the business of a risk retention group be, and the same hereby is, suspended for a period of one year;

IT IS FURTHER ORDERED, pursuant to Wyo. Stat. § 26-3-118(b), that during the suspension period Scaffold shall not solicit or write any new business in this state but shall file its annual statement, pay fees, licenses and taxes as required under the Wyoming Insurance Code, and may service its business already in force in the State of Wyoming as if the certificate of authority had continued in full force.

FURTHER ORDERED, that during the suspension period such authorization to transact business may be reinstated upon Scaffold's motion and adequate proof to the Insurance Commissioner of the State of Wyoming that said company has solved the problems which led to the issuance of the Order of Liquidation by the Superior Court of the District of Columbia.

FURTHER ORDERED, however, that if Scaffold fails to request a hearing and prove to the satisfaction of the Insurance Commissioner of the State of Wyoming that it has solved the problems which caused the Superior Court of the District of Columbia to issue the Order of Liquidation, its authorization to transact business in Wyoming shall terminate at the end of the one-year period and shall become permanently revoked pursuant to Wyo. Stat. § 26-3-118.

IT IS FURTHER ORDERED that Scaffold Industry Insurance Company Risk Retention Group, Inc. shall forthwith surrender and deliver any certificate of authorization to transact the business of a risk retention group in the State of Wyoming to the Insurance Commissioner of the State of Wyoming within ten (10) days after receipt of this Order of Suspension pursuant to Wyo. Stat. § 26-3-113(c).

Done in Cheyenne, Wyoming this 24 day of April, 2012.



TOM C. HIRSIG
WYOMING INSURANCE COMMISSIONER