

STATE OF NEW JERSEY
DEPARTMENT OF BANKING AND INSURANCE

IN THE MATTER OF:

Proceeding by the Commissioner of Banking and)
Insurance, State of New Jersey, to fine) Consent Order
Transamerica Life Insurance Company)

TO: Transamerica Life Insurance Company
4333 Edgewood Road NE
Cedar Rapids, IA 52499

This matter, having been opened by the Commissioner of Banking and Insurance ("Commissioner"), State of New Jersey, upon the voluntary disclosure by Transamerica Life Insurance Company ("Transamerica") that Transamerica may have violated the insurance laws of the State of New Jersey; and

WHEREAS, Transamerica is a foreign insurance company admitted to transact business since August 25, 1992 pursuant to N.J.S.A. 17B:23-1 to -11; and

WHEREAS, N.J.S.A. 17B:27-68 provides that no policy of group life insurance may be delivered or issued for delivery in New Jersey unless it satisfies one of several descriptions including:

h. A policy issued to a duly incorporated State Policemen's Benevolent Association or Fraternal Order of Police, which association or order shall be deemed the policyholder, to insure members of the association or order for the benefit of persons other than the association, order or any of its officials, subject to the following requirements:

...
(2) The premium for the policy shall be remitted by the policyholder wholly from the association's or order's funds. No policy may be issued on which any part of

the premium is to be derived from funds contributed by the insured members specifically for their insurance. The policy must insure all eligible members, or all except any as to whom evidence of individual insurability is not satisfactory to the insurer.

and

IT APPEARING that, on April 1, 2019 Transamerica issued a group whole life insurance policy to the New Jersey Policemen's Benevolent Association ("PBA") and the Superior Officers Association ("SOA") that permitted premium to be paid directly by PBA and SOA members; and

IT FURTHER APPEARING that, Transamerica's acceptance of premium paid by PBA and SOA members for the group whole life insurance policy issued to the PBA and SOA violates N.J.S.A. 17B:27-68(h); and

IT FURTHER APPEARING that, the improper activity occurred between April 1, 2019 and March 8, 2020 and resulted in 69 applications for whole life insurance for PBA and SOA members and dependents; and

IT FURTHER APPEARING that, Transamerica discovered the error, ceased sales to PBA and SOA members and, as noted above, reported the error to the Department; and

NOW, THEREFORE, IT IS on this 08 day of September , 2020

ORDERED AND AGREED that, Transamerica pay a penalty of one hundred thirty seven thousand dollars (\$137,000), upon its execution of this Consent Order. The payment shall be made through a certified check, attorney trust account check, money order or electronic funds transfer made payable to "State of New Jersey – General Treasury" and shall be sent to Gale Simon, Assistant Commissioner, Department of Banking and Insurance, 20 West State Street, P.O. Box 329, Trenton, NJ 08625-0329; and

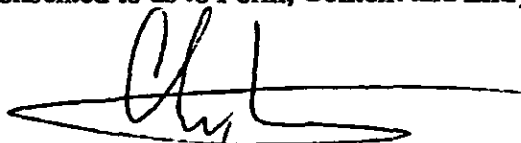
IT IS FURHTER ORDERED AND AGREED that, the certificates issued under the group whole life insurance policy issued to the PBA and SOA can remain in force but no new certificates may be issued as of the date hereof; and

IT IS FURTHER ORDERED AND AGREED that, the provisions of this Consent Order represent a final agency decision and constitute a full and final resolution of the matters addressed herein.

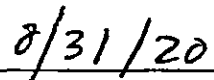


Marlene Caride
Commissioner

Consented to as to Form, Content and Entry:



Transamerica Life Insurance Company



Date