

No. **2026-9717**

**Official Order
of the
Texas Commissioner of Workers' Compensation**

Date: 1/7/2026

Subject Considered:

The Insurance Company of the State of Pennsylvania
175 Water Street, Floor 18
New York, New York 10038-4976

Consent Order
DWC Enforcement File No. 37927

General remarks and official action taken:

This is a consent order with The Insurance Company of the State of Pennsylvania (Respondent). The commissioner of the Texas Department of Insurance, Division of Workers' Compensation (DWC) considers whether DWC should take disciplinary action against Respondent.

Waiver

Respondent acknowledges that the Texas Labor Code and other applicable laws provide certain rights. Respondent waives all of these rights, and any other procedural rights that apply, in consideration of the entry of this consent order.

Findings of Fact

1. Respondent holds a certificate of authority issued by the Texas Department of Insurance to transact the business of insurance pursuant to Tex. Ins. Code §§ 801.051-801.053 and is licensed to write multiple lines of insurance in Texas, including workers' compensation/employers' liability insurance.
2. Respondent was classified as "average" tier in the 2020 and 2022 Performance Based Oversight (PBO) assessment. Respondent was not selected to be tiered in the 2024 PBO assessment.

Failure to Timely Pay Lifetime Income Benefits (LIBs) Weekly As and When They Accrue

3. Respondent was required to make weekly LIBs payments to an injured employee from [REDACTED], through [REDACTED]. Respondent failed to timely pay [REDACTED] in LIBs as follows:

	Payment Period	Date Due	Date Paid	Days Late
a.	[REDACTED]	[REDACTED]	[REDACTED]	23
b.	[REDACTED]	[REDACTED]	[REDACTED]	16
c.	[REDACTED]	[REDACTED]	[REDACTED]	9
d.	[REDACTED]	[REDACTED]	[REDACTED]	2

4. On [REDACTED], Respondent paid all LIBs due plus interest.

Assessment of Sanction

1. Failure to provide accurate death benefits in a timely and cost-effective manner is harmful to injured employees and the Texas workers' compensation system.
2. In assessing the sanction for this case, DWC fully considered the following factors in Tex. Lab. Code § 415.021(c) and 28 Tex. Admin. Code § 180.26(e):
 - the seriousness of the violation, including the nature, circumstances, consequences, extent, and gravity of the prohibited act;
 - the history and extent of previous administrative violations;
 - the violator's demonstration of good faith, including actions it took to rectify the consequences of the prohibited act;
 - the penalty necessary to deter future violations;
 - whether the administrative violation had a negative impact on the delivery of benefits to an injured employee;
 - the history of compliance with electronic data interchange requirements;
 - to the extent reasonable, the economic benefit resulting from the prohibited act; and
 - other matters that justice may require, including, but not limited to:
 - PBO assessments;
 - prompt and earnest actions to prevent future violations;
 - self-report of the violation;
 - the size of the company or practice;
 - the effect of a sanction on the availability of health care; and

- evidence of heightened awareness of the legal duty to comply with the Texas Workers' Compensation Act and DWC rules.
3. DWC found the following factors in Tex. Lab. Code § 415.021(c) and 28 Tex. Admin. Code § 180.26(e) to be aggravating:
 - a. the seriousness of the violation, including the [REDACTED] in LIBs delivered up to 23 days late;
 - b. Respondent's history of similar administrative violations, including one consent order involving late lifetime income benefits;
 - c. the penalty necessary to deter future violations; and
 - d. the negative impact on the delivery of [REDACTED] in benefits to an injured employee.
 4. DWC is aware of no mitigating factors pursuant to Tex. Lab. Code § 415.021(c) and 28 Tex. Admin. Code § 180.26(e).
 5. Respondent acknowledges communicating with DWC about the relevant statute and rule violations alleged; that the facts establish that the administrative violation(s) occurred; and that the proposed sanction is appropriate, including the factors DWC considered under Tex. Lab. Code § 415.021(c) and 28 Tex. Admin. Code § 180.26(e).
 6. Respondent acknowledges that, in assessing the sanction, DWC considered the factors in Tex. Lab. Code § 415.021(c) and 28 Tex. Admin. Code § 180.26(e).

Conclusions of Law

1. The commissioner has jurisdiction over this matter pursuant to Tex. Lab. Code §§ 402.001, 402.00114, 402.00116, 402.00128, and 414.002.
2. The commissioner has the authority to dispose of this case informally pursuant to Tex. Gov't Code § 2001.056, Tex. Lab. Code §§ 401.021 and 402.00128(b)(6)-(7), and 28 Tex. Admin. Code § 180.26(h) and (i).
3. Respondent has knowingly and voluntarily waived all procedural rights to which it may have been entitled regarding the entry of this order, including, but not limited to, issuance and service of notice of intent to institute disciplinary action, notice of

hearing, a public hearing, a proposal for decision, a rehearing by the commissioner, and judicial review.

4. Pursuant to Tex. Lab. Code § 415.021, the commissioner may assess an administrative penalty against a person who commits an administrative violation.
5. Pursuant to Tex. Lab. Code § 415.002(a)(20) and (22), an insurance carrier or its representative commits an administrative violation each time it violates a DWC rule or a provision of the Texas Workers' Compensation Act.
6. Pursuant to Tex. Lab. Code §§ 408.081, 409.023, and 415.002(a)(16); and 28 Tex. Admin. Code § 131.2, an employee is entitled to timely and accurate LIBs, and an insurance carrier must pay benefits weekly, as and when the benefits accrue, without order from the commissioner.
7. Pursuant to Tex. Lab. Code § 408.161, an insurance carrier must pay accurate LIBs to the employee until his or her death for a physically traumatic injury to the brain that, as determined using evidence-based medicine, results in a permanent major neurocognitive disorder for which the employee requires occasional supervision in the performance of routine daily tasks of self-care and that renders the employee permanently unemployable.
8. Respondent violated Tex. Lab. Code §§ 408.161; 409.023; 415.002(a)(16), (20), and (22); and 28 Tex. Admin. Code § 131.2 each time Respondent failed to timely pay accrued LIBs.

Order

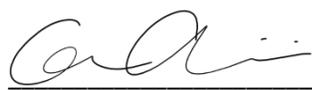
It is ordered that The Insurance Company of the State of Pennsylvania must pay an administrative penalty of \$3,900 within 30 days from the date the Commissioner signs the order.

After receiving an invoice, The Insurance Company of the State of Pennsylvania must pay the administrative penalty by electronic transfer using the State Invoice Payment Service, company check, cashier's check, or money order and make it payable to the "State of Texas." Mail the administrative penalty to the Texas Department of Insurance, Attn: DWC Enforcement Section, MC AO-9999, P.O. Box 12030, Austin, Texas 78711-2030.



Jeff Nelson
Commissioner
TDI, Division of Workers' Compensation

Approved Form and Content:



Connor Ambrosini
Staff Attorney, Enforcement
Compliance and Investigations
TDI, Division of Workers' Compensation

Unsworn Declaration

STATE OF New York §
§
COUNTY OF New York §

Pursuant to the Tex. Civ. Prac. and Rem. Code § 132.001(a), (b), and (d), my name is Conor Murray. I hold the position of Senior Vice President and am the authorized representative of The Insurance Company of the State of Pennsylvania. My business address is:

1271 Avenue of the Americas, New York, New York, NY, 10020.
(Street) (City) (County) (State) (ZIP Code)

I am executing this declaration as part of my assigned duties and responsibilities. I declare under penalty of perjury that the facts stated in this document are true and correct.

Signed by:

Conor Murray

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Declarant

Executed on December 10, 2025 | 10:33 AM EST, 2025.