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COLONIAL INSURED MUNICIPAL FUND

Form SC 13D

July 07, 2006

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

SCHEDULE 13D  
Under the Securities Exchange Act of 1934

Colonial Insured Municipal Fund (CFX)  
(Name of Issuer)

Common Stock  
(Title of Class of Securities)

195761101  
(CUSIP Number)

George W. Karpus, President  
Karpus Management, Inc.,  
d/b/a Karpus Investment Management  
183 Sully's Trail  
Pittsford, New York 14534  
(585) 586-4680  
(Name, Address, and Telephone Number of Person Authorized to Receive Notices  
and Communications)

July 7, 2006  
(Date of Event which requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report  
the acquisition which is subject of this Schedule 13D, and if filing  
this schedule because of Rule 13d-1(b) (3) or (4), check the following box. [ ]

(Page 1 of 5 pages)  
(There are no exhibits.)

Item 1. Security and Issuer

Colonial Insured Municipal Fund  
One Financial Center  
Boston, Massachusetts 02111-2621

Item 2. Identity and Background

(a) Karpus Management, Inc., d/b/a Karpus Investment Management (?KIM?),  
George W. Karpus, President, Director, and controlling stockholder, Jo Ann Van  
Degriff, Vice-President and Director, and Sophie Karpus, Director.

(b) The address of KIM's principal place of business and principal office is 183  
Sully's Trail, Pittsford, New York 14534.

(c) Principal business and occupation - Investment management for individuals,  
pension plans, profit sharing plans, corporations, endowments, trusts and  
others.

(d) None of George W. Karpus, Jo Ann Van Degriff or Sophie Karpus (the  
?Principals?) or KIM has been convicted in the past 5 years of any criminal  
proceeding (excluding traffic violations).

(e) During the last 5 years none of the Principals or KIM has been a party to a

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civil proceeding as a result of which any of them is subject to a judgment, decree, or final order enjoining future violations of or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

(f) Each of the Principals is a United States citizen. KIM is a New York corporation.

### Item 3. Source and Amount of Funds or Other Considerations

KIM, an independent investment advisor, has accumulated 213,420 shares of CFX on behalf of accounts that are managed by KIM (the "Accounts") under limited powers of attorney, which represents 5.02% of the outstanding shares. All funds that have been utilized in making such purchases are from such Accounts.

### Item 4. Purpose of Transaction

KIM has purchased Shares for the Accounts for investment purposes. However, KIM reserves the right to contact management with regard to concerns that they have with respect to the Fund. This may include letters to the Board and/or other communications with Fund management. Being an independent registered investment advisor, with a specialty focus in closed end funds, the profile of CFX fit the investment guidelines for various Accounts. Shares have been acquired since February 18, 2005.

### Item 5. Interest in Securities of the Issuer

(a) As of the date of this Report, KIM represents beneficial ownership of 213,420 shares or 5.02% of the outstanding shares. Karpus Investment Management currently owns 1,000 shares purchased on December 22, 2005 at \$13.00. George W. Karpus presently owns 5,300 shares purchased on December 27, 2006 at \$13.01 (5,000 shares) and on December 29, 2005 at \$13.07 (300 shares). Urbana Partners L.P. is a hedge fund managed by Karpus Investment Management, of which George W. Karpus owns 6.01%. Urbana Partners L.P. currently owns 4,050 shares of CFX. None of the other principals of KIM presently own shares of CFX.

(b) KIM has the sole power to dispose of and to vote all such Shares under limited powers of attorney.

(c) Below are the open market purchases in the last 60 days for the Accounts. There have been no dispositions and no acquisition, other than by such open market purchases, during such period.

Date  
Shares  
Price Per Share

Date  
Shares  
Price Per Share

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6/5/2006  
2300  
12.91  
5/8/2006  
2700  
12.89

6/7/2006  
1000  
12.88  
5/11/2006  
2400  
12.90

6/8/2006  
1100  
12.88  
5/15/2006  
5000  
12.80

6/9/2006  
2100  
12.88  
5/15/2006  
-500  
12.79

6/14/2006  
3000  
12.77  
5/17/2006  
1500  
12.77

6/20/2006  
550  
12.65  
5/18/2006  
4000  
12.80

6/20/2006  
-40  
12.68  
5/19/2006  
3000  
12.79

6/21/2006  
600  
12.54  
5/23/2006  
600  
12.81

6/26/2006  
1000  
12.48  
5/24/2006  
13200  
12.80

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6/27/2006  
2400  
12.48  
5/25/2006  
200  
12.77

6/29/2006  
5000  
12.50

6/29/2006  
-700  
12.48

6/30/2006  
3700  
12.47

The Accounts have the right to receive all dividends from, and any proceeds from the sale of the Shares. None of the Accounts has an interest in Shares constituting more than 5% of the Shares outstanding.

Item 6. Contracts, Arrangements, Understandings, or Relationships with Respect to Securities of the Issuer

Except as described above, there are no contracts, arrangements, understandings or relationships of any kind among the Principals and KIM and between any of them and any other person with respect to any of the CFX securities.

Item 7. Materials to be Filed as Exhibits

Not applicable.

SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete, and correct.

Karpus Management, Inc.

By:  
Name: Sharon L. Thornton

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Title: Director of Investment Personnel and Senior Analyst  
Date: July 7, 2006