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FILED *ag*

MAY 05 2011

Department of Insurance
State of Idaho

Attorneys for Department of Insurance

BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE

STATE OF IDAHO

In the Matter of:

MAJESTIC INSURANCE COMPANY

Certificate of Authority No. 3130
NAIC ID No. 42269

Docket No. 18-2688-11

**ORDER OF SUSPENSION OF
CERTIFICATE OF AUTHORITY**

WHEREAS, MAJESTIC INSURANCE COMPANY ("MAJESTIC"), a California state domiciled insurer licensed for casualty insurance, including worker's compensation insurance, in the state of Idaho was placed under conservatorship on April 21, 2011, by order of the Superior Court of the State of California, City and County of San Francisco – Unlimited Jurisdiction, in Case No. CPF-11-511261, following application by the Insurance Commissioner of the State of California; and the Director may exercise his discretion to suspend the certificate of authority of MAJESTIC in the state of Idaho without advance notice, pursuant to Idaho Code § 41-327(3);

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to provisions of Idaho Code § 41-327(3), that Certificate of Authority No. 3130 issued to MAJESTIC INSURANCE

COMPANY be SUSPENDED effective immediately; and said suspension be continued for a period of one (1) year from the date of this order. The Director may terminate the suspension sooner if the cause for said suspension is terminated and MAJESTIC is otherwise in compliance with the provisions of Title 41, Idaho Code.

IT IS FURTHER ORDERED that MAJESTIC comply with each of the requirements of Idaho Code § 41-329, including § 41-329(2) which states: "During the suspension period the insurer 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 this code, and may service its business already in force in this state, as if the certificate of authority had continued in force."

IT IS FURTHER ORDERED, pursuant to the provisions of Idaho Code § 41-330, that MAJESTIC, within four (4) days after notice of this suspension is received, notify, by any available means, every person authorized to write business by said insurance company in the state of Idaho, to immediately cease any further writing of such business.

IT IS FURTHER ORDERED that MAJESTIC promptly return Certificate of Authority No. 3130 to the Idaho Department of Insurance, as required by Idaho Code § 41-323(2).

NOTIFICATION OF RIGHTS

This is a final order of the agency. Any party may file a motion for reconsideration of this final order within fourteen (14) days of the service date of this order. The agency will dispose of the petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered denied by operation of law. *See* section 67-5246(4), Idaho Code.

Pursuant to sections 67-5270 and 67-5272, Idaho Code, any party aggrieved by this final order or orders previously issued in this case may appeal this final order and all previously issued orders in this case to district court by filing a petition in the district court of the county in which:

- i. A hearing was held,
- ii. The final agency action was taken,
- iii. The party seeking review of the order resides, or operates its principal place of business in Idaho, or
- iv. The real property or personal property that was the subject of the agency action is located.

An appeal must be filed within twenty-eight (28) days of (a) this final order, (b) an order denying any petition for reconsideration, or (c) the failure within twenty-one (21) days to grant or deny a petition for reconsideration, whichever is later. *See* section 67-5273, Idaho Code. The filing of an appeal to district court does not itself stay the effectiveness or enforcement of the order under appeal.

DATED this 5TH day of May 2011.



WILLIAM W. DEAL
Director

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I have, on this 5th day of May 2011, caused a true and correct copy of the foregoing order to be served upon the following by the designated means:

Majestic Insurance Company
101 California Street, 22nd Floor
San Francisco, CA 94111

☒ first class mail
☒ certified mail
☐ hand delivery

California Department of Insurance
Dave Jones, Commissioner
300 Capitol Mall, Suite 1700
Sacramento, CA 95814

☒ first class mail
☐ certified mail
☐ hand delivery

Idaho Guaranty Association
Attn: Dave Edwards
Western Guaranty Fund Services
dedwards@wgfs.org

☐ first class mail
☐ certified mail
☐ hand delivery
☒ email

Idaho Industrial Commission
Attn: Dianne Johnson
djohnson@iic.idaho.gov

☐ first class mail
☐ certified mail
☐ hand delivery
☒ email

Idaho State Treasurer's Office
Attn: Angela Bonaminio
angela.bonaminio@sto.idaho.gov

☐ first class mail
☐ certified mail
☐ hand delivery
☒ email

National Council on Compensation Insurance
Attn: Michelle Smith
michelle_smith@NCCI.com

☐ first class mail
☐ certified mail
☐ hand delivery
☒ email

Thomas A. Donovan
Deputy Attorney General
Idaho Department of Insurance
P.O. Box 83720
Boise, ID 83720-0043

☐ first class mail
☐ certified mail
☒ hand delivery



Teresa Jones
Assistant to the Director