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Department of Insurance State of Idaho

## **BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE**

## STATE OF IDAHO

In the Matter of:

AMERICAN NETWORK INSURANCE COMPANY,

Certificate of Authority No. 1715 NAIC No. 81078.

Docket No. 18-2530-11

# ORDER CONTINUING SUSPENSION OF CERTIFICATE OF AUTHORITY

WHEREAS, Certificate of Authority No. 1715 issued to AMERICAN NETWORK INSURANCE COMPANY (AMERICAN NETWORK), a Pennsylvania-domiciled insurer licensed for life and disability insurance in the state of Idaho under said certificate of authority, has been suspended by the Director of the Idaho Department of Insurance (Director) by orders dated March 25, 2009, February 10, 2010, and January 11, 2011, pursuant to Idaho Code § 41-327(3); and

WHEREAS, AMERICAN NETWORK was placed into rehabilitation on January 6, 2009, by order of the Commonwealth Court of Pennsylvania, Cause No. 4 M.D. 2009, based on the Petition for Rehabilitation of American Network Insurance Company filed by the Pennsylvania Insurance Commissioner; and

#### **ORDER CONTINUING SUSPENSION OF CERTIFICATE OF AUTHORITY - 1**

WHEREAS, the Pennsylvania Insurance Commissioner has commenced proceedings under the aforementioned cause of action for the liquidation of AMERICAN NETWORK;

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to Idaho Code § 41-327(3), that Certificate of Authority No. 1715 issued to AMERICAN NETWORK be CONTINUED IN SUSPENSION effective immediately 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 corrected and AMERICAN NETWORK is otherwise in compliance with title 41, Idaho Code.

IT IS FURTHER ORDERED that AMERICAN NETWORK comply with the requirements of Idaho Code § 41-329, including § 41-329(2), which provides: "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 full force."

IT IS FURTHER ORDERED, pursuant to Idaho Code § 41-330(1), that, within four (4) days after notice of this suspension is provided, AMERICAN NETWORK shall notify, by any available means, every person authorized to write business in the state of Idaho by said insurance company, to immediately cease to write any further insurance business for AMERICAN NETWORK in Idaho.

IT IS FURTHER ORDERED that, within sixty (60) days of the date of this order, AMERICAN NETWORK file with the Director a complete listing of its policies owned by or issued to residents of the state of Idaho current as of the date of this order, notwithstanding any such listings previously submitted. Such list shall include the name and address of each policyholder and insured, policy type, face amount, and cash surrender value of the policy, as applicable.

#### ORDER CONTINUING SUSPENSION OF CERTIFICATE OF AUTHORITY - 2

### **NOTIFICATION OF RIGHTS**

This is a final order of the Director. 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 Idaho Code § 67-5246(4).

Pursuant to Idaho Code §§ 67-5270 and 67-5272, 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
- The real property or personal property that was the subject of the agency action is iv. located.

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

DATED this <u>5</u><sup>th</sup> day of December 2011.

STATE OF IDAHO DEPARTMENT OF INSURANCE

W. DEAL

Director

## **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that, on this  $\underbrace{\textcircled{}}_{L}$  day of December 2011, I caused a true and correct copy of the foregoing order to be served upon the following by the designated means:

American Network Insurance Company 3440 Lehigh Street Allentown, PA 18103-7001 ☐ first class mail
☐ certified mail
☐ hand delivery
☐ via facsimile

Candie Kinch Idaho Life and Health Guaranty Association 3355 N. Five Mile Road #210 Boise, ID 83713 ckinch@idlifega.org first class mail certified mail

- hand delivery
- 🖂 via email

A. René Martin Deputy Attorney General Idaho Department of Insurance 700 West State Street, 3<sup>rd</sup> Floor P.O. Box 83720 Boise, ID 83720-0043 ☐ first class mail ☐ certified mail ⊠ hand delivery ☐ via facsimile

Mandy/Ary