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FILED 

MAR 20 2012

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:

FIRST SEALORD SURETY, INC.

Certificate of Authority No. 3978  
NAIC No. 28519

Docket No. 18-2745-12

**ORDER SUSPENDING  
CERTIFICATE OF AUTHORITY**

WHEREAS, FIRST SEALORD SURETY, INC. (FIRST SEALORD), a Pennsylvania-domiciled insurer licensed to transact surety insurance in the state of Idaho under Certificate of Authority No. 3978, was placed into liquidation on February 8, 2012, by order of the Commonwealth Court of Pennsylvania, in Case No. 1 FSS 2012, based on the petition of the Insurance Commissioner of the Commonwealth of Pennsylvania and the consent of the Board of Directors of FIRST SEALORD and FIRST SEALORD's sole shareholder;

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to Idaho Code § 41-327(3), that Certificate of Authority No. 3978 issued to FIRST SEALORD be SUSPENDED, 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 if FIRST SEALORD is otherwise in compliance with title 41, Idaho Code.

IT IS FURTHER ORDERED that FIRST SEALORD 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, FIRST SEALORD 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 in Idaho for FIRST SEALORD in Idaho.

IT IS FURTHER ORDERED that FIRST SEALORD shall promptly return Certificate of Authority No. 3978 to the Idaho Department of Insurance, as required by Idaho Code § 41-323(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
- 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) 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 20<sup>TH</sup> day of March, 2012.

STATE OF IDAHO  
DEPARTMENT OF INSURANCE

  
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WILLIAM W. DEAL  
Director

### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that, on this 20th day of March, 2012, I caused a true and correct copy of the foregoing ORDER SUSPENDING CERTIFICATE OF AUTHORITY to be served upon the following by the designated means:

First Sealord Surety, Inc.  
789 E. Lancaster Avenue, Suite 200  
Villanova, PA 19085

- ☒ first class mail
- ☐ certified mail
- ☐ hand delivery
- ☐ via facsimile

Pennsylvania Insurance Department  
Michael F. Consedine, Commissioner  
1209 Strawberry Square  
Harrisburg, PA 17120

- ☒ first class mail
- ☐ certified mail
- ☐ hand delivery
- ☐ via facsimile

Idaho Guaranty Association  
Attn: Dave Edwards  
Western Guaranty Fund Services  
[dedwards@wgfs.org](mailto:dedwards@wgfs.org)

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

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

- ☐ first class mail
- ☐ certified mail
- ☒ hand delivery
- ☐ via facsimile

  
Teresa Jones