LAWRENCE G. WASDEN Attorney General

A. RENÉ MARTIN – ISB # 3188 Deputy Attorney General State of Idaho Department of Insurance 700 W. State Street, 3rd Floor P.O. Box 83720 Boise, Idaho 83720-0043 Telephone: (208) 334-4204 Facsimile: (208) 334-4298 rene.martin@doi.idaho.gov

FILED SEP 2 7 2013

Department of Insurance State of Idaho

Attorneys for the Department of Insurance

BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE

OF THE STATE OF IDAHO

In the Matter of:

AMERICAN NETWORK INSURANCE COMPANY,

Docket No. 18-2530-13

ORDER CONTINUING SUSPENSION OF CERTIFICATE OF AUTHORITY

Certificate of Authority No. 1715 NAIC No. 81078.

Certificate of Authority No. 1715 issued to AMERICAN NETWORK INSURANCE COMPANY (AMERICAN NETWORK), a Pennsylvania-domiciled insurer licensed for disability insurance, excluding managed care, in the state of Idaho under said certificate of authority, was suspended by the Director of the Idaho Department of Insurance (Director) by orders dated March 25, 2009; February 10, 2010; January 11, 2011; December 6, 2011; and November 1, 2012, pursuant to Idaho Code § 41-327(3).

On January 6, 2009, AMERICAN NETWORK was placed into rehabilitation by order of the Commonwealth Court of Pennsylvania, in Cause No. 4 M.D. 2009, based on the Petition for

Rehabilitation of American Network Insurance Company filed by the Insurance Commissioner of the Commonwealth of Pennsylvania.

On May 3, 2012, said court entered an order in the aforesaid action, which order denied a petition filed by the Insurance Commissioner of the Commonwealth of Pennsylvania, acting as Rehabilitator in said action, to place AMERICAN NETWORK in liquidation, and declared that the court's January 6, 2009, order for rehabilitation remained in effect.

The Director, having reviewed the foregoing and the requirements of Idaho Code § 41-327, and good cause appearing therefor,

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 HEREBY 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 HEREBY 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.

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DATED this 2013.

STATE OF IDAHO DEPARTMENT OF INSURANCE

WILLIAM Director

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 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.

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that, on this *Articlet* day of September, 2013, I caused a true and correct copy of the foregoing ORDER CONTINUING SUSPENSION OF CERTIFICATE OF AUTHORITY 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
Pennsylvania Insurance Department Michael F. Consedine, Commissioner 1326 Strawberry Square, 13 th Floor Harrisburg, PA 17120	 ➢ 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 rd Floor P.O. Box 83720	☐ first class mail ☐ certified mail ⊠ hand delivery ☐ via facsimile

a fines Teresa Jones

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Boise, ID 83720-0043