

FILED

APR 23 2024

**Department of Insurance
State of Idaho**

Before the Director of the Department of Insurance

State of Idaho

In the Matter of:

United Heritage Property & Casualty
Company

Certificate of Authority No.
149526031

NAIC ID No. 18939

Docket No. 18-4421-24

**Order Consenting to Policy
Cancellations**

On April 18, 2024, the Idaho Department of Insurance ("Department") received notice from United Heritage Property & Casualty Company ("UHPC") of its request to discontinue offering and to implement block cancellation of its auto insurance policies and its umbrella policies affiliated with auto policies delivered or issued for delivery in Idaho.

Findings of Fact

In support of its request, UHPC provided the following information:

1. The loss ratio for UHPC's Idaho auto policies during the first quarter of 2024 was 128.08%. The policy block is large enough that continued elevated loss ratios would bring the company's surplus below legal limits.

2. UHPC experienced an extremely high level of development in auto claims during the first quarter of 2024. UHPC's prior year development for the first quarter of 2024 was over sixteen times greater than its five-year average of first quarter auto

claim development for 2018 through 2022. If that continues, it would bring the company's surplus below legal limits.

3. UHPC has experienced 27 UM/UIM claims over the past fifteen months across all states, the continuation of which would bring the company's surplus below legal limits.

UHPC represented that its proposal would affect approximately 1,478 policies, which would be cancelled on or about July 1, 2024. UHPC proposed to notify all policyholders approximately sixty days in advance of the cancellation.

Conclusions of Law

The Director of the Department ("Director"), having reviewed the foregoing and Idaho Code § 41-2509(2), and acting pursuant to Idaho Code § 41-210(2), finds that a continuation of auto insurance policies by UHPC can reasonably be expected to create a condition in the insurer hazardous to its policyholders, or to its creditors, or to its members, subscribers, or stockholders, or to the public, and hereby consents to their cancellation.

Order

Now, therefore, based upon the foregoing and in consideration of the premises:

It is hereby ordered that UHPC shall cancel all remaining auto insurance policies and umbrella policies affiliated with auto policies delivered or issued for delivery in Idaho, effective **July 1, 2024;**

It is further ordered that UHPC shall notify all holders of auto insurance policies and umbrella policies affiliated with auto policies delivered or issued for delivery in Idaho of the impending cancellation of their policies on or before **May 1, 2024;**

It is further ordered that henceforth, UHPC shall not transact any new personal auto insurance business in the State of Idaho, without first obtaining the Director's express permission.

Dated this 23 day of April, 2024.

State of Idaho
Department of Insurance



Dean L. Cameron
Director

Notification of Rights

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

Any such motion for reconsideration shall be served on the Director of the Idaho Department of Insurance, addressed as follows:

Dean L. Cameron, Director
Idaho Department of Insurance
700 W. State Street, 3rd Floor
P.O. Box 83720
Boise, ID 83720-0043

Pursuant to Idaho Code §§ 67-5270 and 67-5272, any party aggrieved by this final order or orders previously issued in this case may file a petition for judicial review 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.

A petition for judicial review must be filed within 28 days of: (a) the service date of this final order, (b) the service of an order denying motion for reconsideration, or (c) the failure within 21 days to grant or deny a motion for reconsideration, whichever is later. *See* Idaho Code § 67-5273. The filing of a petition for judicial

review does not itself stay the effectiveness or enforcement of the order under appeal.

Idaho Code § 67-5274.

Certificate of Service

I hereby certify that on this 23rd day of April, 2024, I caused a true and correct copy of the foregoing Order Consenting to Policy Cancellations to be served upon the following by the designated means:

United Heritage Property & Casualty
Company
PO Box 5555
Meridian, ID 83860



First Class Mail



Certified Mail



Hand Delivery



Facsimile



Email:

John Keenan
Deputy Attorney General
Idaho Department of Insurance
700 W. State Street, 3rd Floor
P.O. Box 83720
Boise, ID 83720-0043



First Class Mail



Certified Mail



Hand Delivery



Facsimile



Email: john.keenan@doi.idaho.gov

