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FILED *rsj*

APR 23 2009

Department of Insurance
State of Idaho

BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE

STATE OF IDAHO

In the Matter of:)
)
SYNCORA GUARANTEE INC.)
)
Certificate of Authority No. 2630)
NAIC No. 20311)
_____)

Docket No. 18-2536-09

**ORDER OF SUSPENSION OF
CERTIFICATE OF AUTHORITY**

WHEREAS, SYNCORA GUARANTEE INC. ("SYNCORA"), a New York state domiciled insurer licensed for property and casualty insurance in the state of Idaho, is required to have capital of One Million Dollars (\$1,000,000) and surplus of One Million Dollars (\$1,000,000) pursuant to Idaho Code § 41-313; and as of December 31, 2008, SYNCORA reported a negative surplus of Two Billion Six Hundred Fourteen Million Six Hundred Ninety-one Thousand Six Hundred Fifty-nine Dollars (-\$2,614,691,659), as reflected in its 2008 December Statutory Financial Statement, and therefore no longer meets the requirements for maintaining surplus set forth at Idaho Code § 41-313, and therefore does not meet the requirements for a certificate of authority in the state of Idaho;

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to provisions of Idaho Code § 41-326(1)(b), that Certificate of Authority No. 2630 issued to SYNCORA 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 SYNCORA is otherwise in compliance with the provisions of Title 41, Idaho Code.

IT IS FURTHER ORDERED, that SYNCORA 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 SYNCORA, 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 SYNCORA promptly return Certificate of Authority No. 2630 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 (a) of this final order, (b) of 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 23RD day of April 2009.



WILLIAM W. DEAL
Director

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I have on this 23rd day of April 2009, caused a true and correct copy of the foregoing order to be served upon the following by the designated means:

Syncora Guarantee Inc.
Susan Comparato
1221 Avenue of the Americas, 32 Fl.
New York, NY 10020-1001

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

New York Department of Insurance
Eric Dinallo – Superintendent
25 Beaver St.
New York, NY 10004-2319

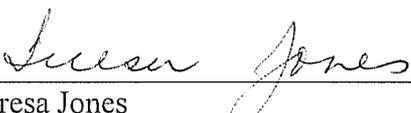
- first class mail
- certified mail
- hand delivery
- via facsimile

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

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

Thomas A. Donovan
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Idaho Department of Insurance
P.O. Box 83720
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- first class mail
- certified mail
- hand delivery
- via facsimile



Teresa Jones
Assistant to the Director