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**FILED**

**SEP 07 2016** *KG*

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:

PACIFIC SPECIALTY INSURANCE  
COMPANY

Certificate of Authority No. 2963  
NAIC ID No. 37850

Docket No. 18-3190-16

**ORDER AUTHORIZING BLOCK  
NONRENEWAL**

On or about July 19, 2016, the Idaho Department of Insurance (Department) received from PACIFIC SPECIALTY INSURANCE COMPANY (PSIC) a notification of PSIC's intent to block nonrenew all of its motorcycle street legal and excess flood insurance policies delivered or issued for delivery in Idaho, beginning December 1, 2016. PSIC represented that the contemplated block nonrenewal will affect approximately seven (7) motorcycle street legal policies and four (4) excess flood policies covering Idaho insureds. PSIC further represented that it will provide affected policyholders with a sixty (60) day nonrenewal notice to allow policyholders ample time to obtain replacement coverage.

The Director, having reviewed the foregoing and the requirements of Idaho Code § 41-1841(1), and acting pursuant to the authority set forth in Idaho Code § 41-210(2),

THE DIRECTOR HEREBY FINDS that the proposed effective date of the contemplated block nonrenewal complies with the one hundred twenty (120) day notice requirement to the Director, as set forth in Idaho Code § 41-1841(1).

NOW THEREFORE, IT IS HEREBY ORDERED that PSIC is authorized, pursuant to Idaho Code § 41-1841, to effectuate a block nonrenewal of its motorcycle street legal and excess flood insurance policies delivered or issued for delivery in Idaho, which, based on PSIC's representation, will affect approximately seven (7) motorcycle street legal policies and four (4) excess flood policies covering Idaho insureds. PSIC shall begin nonrenewing the affected policies at each policy's natural expiration date occurring on or after December 1, 2016. PSIC shall provide a minimum 60-day advance notice to policyholders affected by the nonrenewals authorized by this order, or such longer advance notice period, if any, in accordance with the notice provisions included in the company's applicable insurance policies.

THIS ORDER is a final order of the Director and is EFFECTIVE IMMEDIATELY.

DATED this 7 day of September 2016.

STATE OF IDAHO  
DEPARTMENT OF INSURANCE



DEAN L. CAMERON  
Director

### **NOTIFICATION OF RIGHTS**

This Order constitutes 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 Director 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 may appeal it by filing a petition for judicial review in the district court of the county in which: (1) the hearing was held; or (2) the final agency action was taken; or (3) the aggrieved party resides or operates its principal place of business in Idaho; or (4) the real property or personal property that was the subject of the agency decision is located. An appeal must be filed within twenty-eight (28) days of: (a) the service date of this final order; or (b) an order denying a 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 a petition for judicial review does not itself stay the effectiveness or enforcement of the order under appeal.

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on this 7 day of September, 2016, I caused a true and correct copy of the foregoing ORDER AUTHORIZING BLOCK NONRENEWAL to be served upon the following by the designated means:

Pacific Specialty Insurance Company  
Attn: Kara Holzwarth  
Director of Compliance & Regulatory Matters  
2200 Geng Road, Suite 200  
Palo Alto, CA 94303

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

Richard B. Burleigh  
Deputy Attorney General  
Idaho Department of Insurance  
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Kelly Grady