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FILED 

APR 14 2010

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:

NATIONAL STATES INSURANCE  
COMPANY,

Certificate of Authority No. 1055  
NAIC ID No. 60593

Docket No. 18-2608-10

**ORDER OF SUSPENSION OF  
CERTIFICATE OF AUTHORITY**

WHEREAS, NATIONAL STATES INSURANCE COMPANY (“NATIONAL STATES”), a Missouri state domiciled insurer licensed for life and disability in the state of Idaho under Certificate of Authority No. 1055, was placed into rehabilitation on April 1, 2010, by order of the Circuit Court of Cole County, State of Missouri, in Case No. 10AC-CC00219, based on the request or consent of the Board of Directors of NATIONAL STATES; and the Director may exercise his discretion to suspend the certificate of authority of NATIONAL STATES in the state of Idaho without advance notice, pursuant to Idaho Code § 41-327(3);

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to provisions of Idaho Code § 41-327(3), that Certificate of Authority No. 1055 issued to NATIONAL STATES INSURANCE COMPANY 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 NATIONAL STATES is otherwise in compliance with the provisions of Title 41, Idaho Code.

IT IS FURTHER ORDERED that NATIONAL STATES 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 NATIONAL STATES, 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 NATIONAL STATES promptly return Certificate of Authority No. 1055 to the Idaho Department of Insurance, as required by Idaho Code § 41-323(2).

IT IS FURTHER ORDERED that, within sixty (60) days of the date of this order, NATIONAL STATES file with the Director a complete listing of its policies owned by or issued to residents of the State of Idaho. Such list shall include the name and address of each policyholder and insured, policy type, face amount, and cash surrender value of the policy, as applicable.

## NOTIFICATION OF RIGHTS

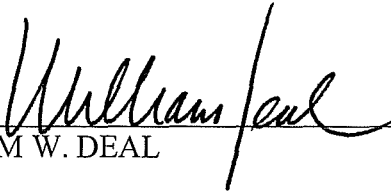
This is a final order of the agency. Any party may file a motion for reconsideration of this final order within fourteen (14) days of the service date of this order. The agency will dispose of the petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered 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 14<sup>th</sup> day of April 2010.

  
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WILLIAM W. DEAL  
Director

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that I have on this 14<sup>th</sup> day of April 2010, caused a true and correct copy of the foregoing order to be served upon the following by the designated means:

National States Insurance Company  
ATTN: Patricia Irene Curran  
1830 Craig Park Court  
St. Louis, MO 63146-4148

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

Missouri Department of Insurance  
John M. Huff, Director  
P.O. Box 690  
Jefferson City, MO 65102-0690

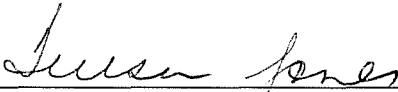
- first class mail
- certified mail
- hand delivery
- via facsimile

Candie Kinch  
Idaho Life & Health Guaranty Association  
4700 N. Cloverdale Rd., Ste 204  
Boise, ID 83713-1068  
[ckinch@idlifega.org](mailto:ckinch@idlifega.org)

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

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

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

  
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Teresa Jones  
Assistant to the Director