

LAWRENCE G. WASDEN
ATTORNEY GENERAL

THOMAS A. DONOVAN
Deputy Attorney General
Idaho Department of Insurance
700 West State Street
P.O. Box 83720
Boise, ID 83720-0043
Telephone: (208) 334-4204
Facsimile: (208) 334-4298
I.S.B No. 4377

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:

AMERICAN COMMUNITY MUTUAL
INSURANCE COMPANY,

Certificate of Authority No. 3697
NAIC ID No. 60305

Docket No. 18-2609-10

**ORDER OF SUSPENSION OF
CERTIFICATE OF AUTHORITY**

WHEREAS, AMERICAN COMMUNITY MUTUAL INSURANCE COMPANY (“AMERICAN COMMUNITY”), a Michigan state domiciled insurer licensed for life and disability in the state of Idaho under Certificate of Authority No. 3697, was placed into rehabilitation on April 8, 2010, by order of the Circuit Court for the 30th Judicial District, Ingham County, State of Michigan, in Case No. 10-397-CR, based on the consent of the Board of Directors of AMERICAN COMMUNITY; and the Director may exercise his discretion to suspend the certificate of authority of AMERICAN COMMUNITY 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. 3697 issued to AMERICAN COMMUNITY

MUTUAL 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 AMERICAN COMMUNITY is otherwise in compliance with the provisions of Title 41, Idaho Code.

IT IS FURTHER ORDERED that AMERICAN COMMUNITY 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 AMERICAN COMMUNITY, 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 AMERICAN COMMUNITY promptly return Certificate of Authority No. 3697 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, AMERICAN COMMUNITY 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.

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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~~th~~ day of April 2010.



WILLIAM W. DEAL
Director

CERTIFICATE OF SERVICE

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

American Community Mutual Insurance Co.
ATTN: David Alan Skup
39201 Seven Mile Road
Livonia, MI 48152-1094

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

Office of Financial & Insurance Regulation
Ken Ross, Commissioner
P.O. Box 30220
Lansing, MI 48909-7720

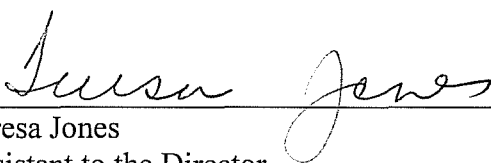
- first class mail
- certified mail
- hand delivery
- via facsimile

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

- 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



Teresa Jones
Assistant to the Director