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FILED

APR 07 2011

Department of Insurance  
State of Idaho

**BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE**

**STATE OF IDAHO**

In the Matter of:

EXCALIBUR REINSURANCE  
CORPORATION

Certificate of Authority No. 2552  
NAIC ID No. 39675

Docket No. 18-2680-11

**ORDER OF SUSPENSION OF  
CERTIFICATE OF AUTHORITY**

WHEREAS, EXCALIBUR REINSURANCE CORPORATION (“EXCALIBUR”), a Pennsylvania state domiciled insurer licensed for surety, disability, and property and casualty insurance, including worker’s compensation 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, 2010, EXCALIBUR reported capital of Five Million Dollars (\$5,000,000) and surplus of negative Two Million Nine Hundred Forty-three Thousand Four Hundred Sixty-three Dollars (-\$2,943,463), as reflected in its December 31, 2010, Statutory Financial Statement, and therefore no longer meets the requirements for maintaining surplus set forth at Idaho Code § 41-313, and 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. 2552 issued to EXCALIBUR REINSURANCE CORPORATION 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 EXCALIBUR is otherwise in compliance with the provisions of Title 41, Idaho Code.

IT IS FURTHER ORDERED that EXCALIBUR 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 EXCALIBUR, 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 EXCALIBUR promptly return Certificate of Authority No. 2552 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 of (a) this final order, (b) 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 7<sup>TH</sup> day of April 2011.

  
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WILLIAM W. DEAL  
Director

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that I have, on this 7<sup>th</sup> day of April 2011, caused a true and correct copy of the foregoing order to be served upon the following by the designated means:

Excalibur Reinsurance Corporation  
1735 Market Street  
Philadelphia, PA 19103

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

Pennsylvania Insurance Department  
Michael F. Consedine, Acting Commissioner  
1326 Strawberry Square  
Harrisburg, PA 17120

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

Idaho Life and Health Guaranty Association  
Attn: Candie Kinch  
3355 N. Five Mile Road #210  
Boise, ID 83713  
[ilhga@rmci.net](mailto:ilhga@rmci.net)

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

Idaho Guaranty Association  
Attn: Dave Edwards  
Western Guaranty Fund Services  
[dedwards@wgfs.org](mailto:dedwards@wgfs.org)

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

Idaho Industrial Commission  
Attn: Michael Dahlmeir  
[mdahlmeir@iic.idaho.gov](mailto:mdahlmeir@iic.idaho.gov)

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

Idaho State Treasurer's Office  
Attn: Angela Bonaminio  
[angela.bonaminio@sto.idaho.gov](mailto:angela.bonaminio@sto.idaho.gov)

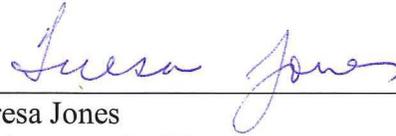
- first class mail
- certified mail
- hand delivery
- facsimile
- email

National Council on Compensation Insurance  
Attn: Michelle Smith  
[michelle\\_smith@NCCI.com](mailto:michelle_smith@NCCI.com)

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

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

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Teresa Jones  
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