

LAWRENCE G. WASDEN  
Attorney General

RICHARD B. BURLEIGH, ISB No. 4032  
Deputy Attorney General  
State of Idaho  
Department of Insurance  
700 W. State Street, 3<sup>rd</sup> Floor  
P.O. Box 83720  
Boise, Idaho 83720-0043  
Telephone: (208) 334-4219  
Facsimile: (208) 334-4298  
[richard.burleigh@doi.idaho.gov](mailto:richard.burleigh@doi.idaho.gov)

  
**FILED**  
**DEC 16 2014**  
Department of Insurance  
State of Idaho

*Attorneys for the Department of Insurance*

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

**STATE OF IDAHO**

In the Matter of:

SEECCHANGE HEALTH INSURANCE  
COMPANY

Certificate of Authority No. 2905  
NAIC ID No. 63541

Docket No. 18-3006-14

**ORDER SUSPENDING  
CERTIFICATE OF AUTHORITY**

SEECCHANGE HEALTH INSURANCE COMPANY (SeeChange), a California-domiciled insurer, is licensed to transact life and disability insurance, excluding managed care, in the state of Idaho under Idaho Certificate of Authority No. 2905.

As of September 30, 2014, SeeChange reported capital of three million dollars (\$3,000,000) and surplus of negative one million seven hundred ninety-two thousand two hundred thirty-nine dollars (-\$1,792,239), as reflected in its statutory financial statement of that date.

SeeChange was placed into conservatorship on November 19, 2014, by order of the Superior Court of California, County of Los Angeles, Central Civil West Courthouse, in Case

No. BS152302, based on the petition of the Insurance Commissioner of the State of California.

The Director of the Idaho Department of Insurance (Director) having reviewed the foregoing and the requirements of Idaho Code §§ 41-313, 41-326(1)(b), and 41-327(3), and good cause appearing therefor,

THE DIRECTOR HEREBY FINDS that SeeChange does not meet the requirements for maintaining surplus set forth at Idaho Code § 41-313(1), and thus does not meet the requirements for holding a certificate of authority in the state of Idaho.

NOW, THEREFORE, IT IS HEREBY ORDERED, pursuant to Idaho Code §§ 41-326(1)(b) and 41-327(3), that Certificate of Authority No. 2905 issued to SeeChange is SUSPENDED, effective immediately, 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 corrected and SeeChange is otherwise in compliance with title 41, Idaho Code.

IT IS FURTHER ORDERED that SeeChange shall comply with the requirements of Idaho Code § 41-329, including § 41-329(2), which provides: "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 Idaho Code § 41-330(1), that, within four (4) days after notice of this suspension is provided, SeeChange shall notify, by any available means, every person authorized to write business in the state of Idaho by said insurance company, to immediately cease to write any further insurance business for SeeChange in Idaho.

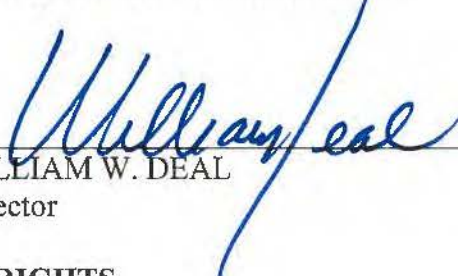
IT IS FURTHER ORDERED that, within sixty (60) days of the date of this order, SeeChange shall file with the Director a complete listing of its policies owned by or issued to

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.

IT IS FURTHER ORDERED that SeeChange shall promptly return Certificate of Authority No. 2905 to the Idaho Department of Insurance, as required by Idaho Code § 41-323(2).

DATED this 15<sup>th</sup> day of December, 2014.

STATE OF IDAHO  
DEPARTMENT OF INSURANCE

  
WILLIAM W. DEAL  
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 16th day of December, 2014, I caused a true and correct copy of the foregoing ORDER SUSPENDING CERTIFICATE OF AUTHORITY to be served upon the following by the designated means:

SeeChange Health Insurance Company  
24025 Park Sorrento, Suite 100  
Calabasas, CA 91302-4000

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

California Department of Insurance  
Dave Jones, Commissioner  
300 Capitol Mall, Suite 1700  
Sacramento, CA 95814

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

Idaho Life and Health Guaranty Association  
Attn: Candie Kinch  
[ckinch@idlifega.org](mailto:ckinch@idlifega.org)

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

Richard B. Burleigh  
Deputy Attorney General  
Idaho Department of Insurance  
700 W. State Street, 3<sup>rd</sup> Floor  
P.O. Box 83720  
Boise, ID 83720-0043

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

  
\_\_\_\_\_  
Teresa Jones