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Department of Insurance  
State of Idaho

*RM*

*Attorneys for the Department of Insurance*

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

**STATE OF IDAHO**

In the Matter of:

FIREMAN'S FUND INSURANCE  
COMPANY, Certificate of Authority No. 303,  
NAIC ID No. 21873;

AMERICAN AUTOMOBILE INSURANCE  
COMPANY, Certificate of Authority No. 215,  
NAIC ID No. 21849;

ASSOCIATED INDEMNITY  
CORPORATION, Certificate of Authority No.  
235, NAIC ID No. 21865;

NATIONAL SURETY CORPORATION,  
Certificate of Authority No. 977, NAIC ID No.  
21881;

THE AMERICAN INSURANCE  
COMPANY, Certificate of Authority No. 222,  
NAIC ID No. 21857;

and

INTERSTATE FIRE & CASUALTY  
COMPANY, NAIC ID No. 22829.

Docket No. 18-3032-15

**ORDER AUTHORIZING BLOCK  
NONRENEWAL**

On or about February 17, 2015, the Idaho Department of Insurance (“Department”) received a notification, which was amended March 25, 2015, from FIREMAN’S FUND INSURANCE COMPANY, notifying the Department that FIREMAN’S FUND and its underwriting subsidiaries, AMERICAN AUTOMOBILE INSURANCE COMPANY, ASSOCIATED INDEMNITY CORPORATION, NATIONAL SURETY CORPORATION, THE AMERICAN INSURANCE COMPANY, and INTERSTATE FIRE & CASUALTY COMPANY (collectively referred to as “FFIC”), intend to block nonrenew all personal lines insurance policies, not including personal automobile policies, delivered or issued for delivery in Idaho. Such personal lines policies are identified as dwelling fire, homeowners, personal excess, personal inland marine (valuable collections), and personal watercraft policies. FFIC represented that, as of the date of its notice to the Department, the proposed block nonrenewals would affect the following policies issued by one of the above-referenced companies making up FFIC: fifty-six (56) dwelling fire policies, seventy-one (71) personal excess policies, three hundred eighty-two (382) homeowners policies, and one (1) personal inland marine policy. FFIC further represented that the affected policies would be nonrenewed at the policy expiration date, the earliest of which is August 1, 2015.

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 FFIC is authorized, pursuant to Idaho Code § 41-1841, to effectuate a block nonrenewal of personal lines insurance policies, not

including personal automobile policies, delivered or issued for delivery in Idaho, which, based on FFIC's representations, will affect fifty-six (56) dwelling fire policies, seventy-one (71) personal excess policies, three hundred eighty-two (382) homeowners policies, and one (1) personal inland marine policy. The individual companies referenced above, and which constitute FFIC under this Order, shall begin nonrenewing the affected policies no sooner than June 17, 2015, which date is one hundred twenty (120) days from FFIC's notification to the Department. Each company constituting FFIC shall provide advance notice to its policyholders affected by the nonrenewals authorized by this order in accordance with the notice provisions included in the applicable insurance policies.

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

DATED this 7<sup>th</sup> day of April, 2015.

STATE OF IDAHO  
DEPARTMENT OF INSURANCE



THOMAS A. DONOVAN  
Acting 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<sup>th</sup> day of April, 2015, I caused a true and correct copy of the foregoing ORDER AUTHORIZING BLOCK NONRENEWAL to be served upon the following by the designated means:

Fireman’s Fund Insurance Company  
777 San Marin Drive  
Novato, CA 94998

- first class mail
- certified mail
- hand delivery

American Automobile Insurance Company  
777 San Marin Drive  
Novato, CA 94998

- first class mail
- certified mail
- hand delivery

Associated Indemnity Corporation  
777 San Marin Drive  
Novato, CA 94998

- first class mail
- certified mail
- hand delivery

National Surety Corporation  
33 West Monroe Street  
Chicago, IL 60603

- first class mail
- certified mail
- hand delivery

The American Insurance Company  
777 San Marin Drive  
Novato, CA 94998

- first class mail
- certified mail
- hand delivery

Interstate Fire & Casualty Company  
33 West Monroe Street  
Chicago, IL 60603

- first class mail
- certified mail
- hand delivery

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Admin Asst