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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:

SENIOR HEALTH INSURANCE
COMPANY OF PENNSYLVANIA

Certificate of Authority No. 1684
NAIC No. 76325

Docket No. 18-3648-19

**ORDER SUSPENDING
CERTIFICATE OF AUTHORITY**

SENIOR HEALTH INSURANCE COMPANY OF PENNSYLVANIA (“SENIOR HEALTH”) is a Pennsylvania-domiciled insurer licensed to transact life insurance, annuities, and disability insurance, excluding managed care, in the state of Idaho under Idaho Certificate of Authority No. 1684.

Among other requirements to qualify for and maintain authority to transact insurance in Idaho, pursuant to Idaho Code § 41-313(1), SENIOR HEALTH is required to possess at least One Million Dollars (\$1,000,000) each in paid-up capital stock and additional surplus.

As of December 31, 2018, SENIOR HEALTH reported total surplus of negative Four Hundred Seventy-four Million Three Hundred Seventy-two Thousand Nine Hundred Eighty Dollars (-\$474,372,980), as reflected in its last-filed statutory financial statement of that date.

Idaho Code § 41-326 provides at subsection (1)(b) that the Director shall refuse to continue or shall suspend or revoke a foreign insurer's Idaho certificate of authority if the insurer "no longer meets the requirements for the authority, on account of deficiency of assets or otherwise." It further provides, at subsection (2), that, in cases of insolvency or impairment of required capital or surplus, the Director may take such action without first holding a hearing.

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

The Director hereby finds that SENIOR HEALTH 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), that Certificate of Authority No. 1684 issued to SENIOR HEALTH 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 SENIOR HEALTH is otherwise in compliance with title 41, Idaho Code.

IT IS FURTHER ORDERED that SENIOR HEALTH shall comply with 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 Idaho Code § 41-330(1), that, within four (4) days after notice of this suspension is provided, SENIOR HEALTH 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 SENIOR HEALTH in Idaho.

IT IS FURTHER ORDERED that SENIOR HEALTH shall promptly return Certificate of Authority No. 1684 to the Idaho Department of Insurance, as required by Idaho Code § 41-323(2).

IT IS FURTHER ORDERED that, within 60 days of the date of this order, SENIOR HEALTH 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.

DATED this 15 day of May, 2019.

STATE OF IDAHO
DEPARTMENT OF INSURANCE



DEAN L. CAMERON
Director

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 motion for reconsideration within twenty-one (21) days of its receipt, or the motion 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 or orders previously issued in this case may file a petition for judicial review 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.

A petition for judicial review must be filed within twenty-eight (28) days of: (a) the service date of this final order, (b) the service of an order denying motion for reconsideration, or (c) the failure within twenty-one (21) days to grant or deny a motion 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. Idaho Code § 67-5274.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 15th day of May, 2019, 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:

Senior Health Insurance Company of Pennsylvania
550 Congressional Blvd., Ste. 200
Carmel, IN 46032-5644

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

Pennsylvania Insurance Department
Jessica K. Altman, 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
6700 N. Linder Road, Suite 156, Box 144
Meridian, ID 83646
ckinch@idlifega.org

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

Edith L. Pacillo
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Idaho Department of Insurance
P.O. Box 83720
Boise, ID 83720-0043

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


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