

**BEFORE THE IOWA DEPARTMENT OF INSPECTIONS AND APPEALS  
DIVISION OF ADMINISTRATIVE HEARINGS**

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IN THE MATTER OF	)	
	)	ORDER
R&Q REINSURANCE COMPANY	)	AND
(NAIC # 22705)	)	CONSENT TO ORDER
	)	
<u>RESPONDENT</u>	)	

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The Commissioner of Insurance has heard allegations that R&Q Reinsurance Company ("Respondent") failed to comply with Iowa Code section 515.69 (2011).

This matter has been set for hearing. In accordance with Iowa Code section 17A.10 (2011), Respondent and the Iowa Insurance Division ("Division") have agreed to an informal settlement of this matter and have agreed to waive the provisions found in Iowa Code sections 17A.12 - 17A.20 (2011), including a waiver of hearing.

**STIPULATION OF FACT**

1. Mandatory Control Level Event occurs when the filing of a Risk-Based Capital report indicates that the Respondent's Total Adjusted Capital is less than its Mandatory Control Level Risk Based Capital. Iowa Code section 521E.6(1)(a) (2011).
2. Respondent's Total Adjusted Capital is less than its Mandatory Control Level Risk Based Capital.

3. In the event of a Mandatory Control Level Event, the Commissioner shall place the insurer under supervision or other regulatory control under Chapter 507C of the Iowa Code. Iowa Code section 521E.6(2)(b) (2011).

#### **ORDER**

4. Respondent agreed to suspension of its Certificate of Authority.
5. The period of suspension shall be continuous from the date of this order until terminated by further written order of the Commissioner of Insurance.
6. During the period of suspension, Respondent shall not solicit or issue new policies of insurance or assume any Iowa risk. Respondent shall file its annual financial statement and pay any fees and taxes required to be paid. Respondent may service any existing policies of insurance issued to persons residing in Iowa.

#### **CONSENT TO ORDER**

R&Q Reinsurance Company hereby consents to the Order and Consent to Order thereof, and waives the right to a hearing in this matter, without admission as to the truth or falsity of the allegations made against it by the Iowa Insurance Division. It is understood that in waiving the right to a hearing, R&Q Reinsurance Company also waives the right of confrontation and cross-examination of witnesses, production of evidence, and of judicial review.

R&Q Reinsurance Company

Date: 4-19-2011

By: Patricia Sellers-Heath

Title: Treasurer

COMES NOW the Iowa Insurance Division and states that the attached Order and Consent to Order has been negotiated, reviewed and approved by the undersigned.

Dated this 27 day of April, 2011.

**IOWA INSURANCE DIVISION**



JAMES N. ARMSTRONG  
Deputy Commissioner

Copies to:

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