

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

IN THE MATTER OF)	Docket No 11110018
)	
)	ORDER
FINANCIAL GUARANTY)	AND
INSURANCE COMPANY)	CONSENT TO ORDER
(NAIC # 12815))	
RESPONDENT)	
)	

The Commissioner of Insurance ("Commissioner") has heard allegations that Financial Guaranty Insurance Company ("Respondent") failed to comply with Iowa Code section 515.69(1) (2011).

This matter has not 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. Respondent is required to maintain a surplus in cash or invested in securities authorized by law of not less than \$2,500,000. See Iowa Code section 515.69(1) (2011).
2. Respondent's surplus in cash or investments in securities authorized by law is less than \$2,500,000.

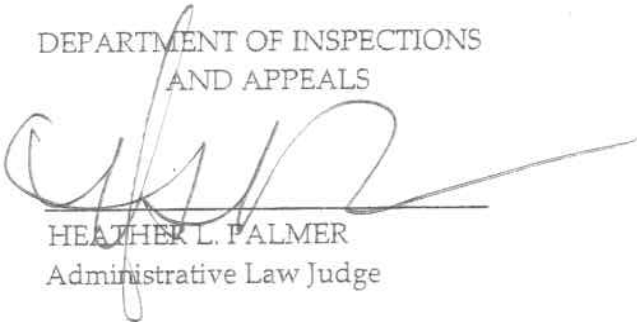
3. Failure to comply with Iowa Code section 515.69(1) (2011), authorizes the Commissioner to pursue remedies pursuant to Iowa Code chapters 505 and 515 (2011); including, but not limited to suspension or revocation Respondent's Certificate of Authority.

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 or insuring Iowa risks.

7/18/11
Date

DEPARTMENT OF INSPECTIONS
AND APPEALS



HEATHER L. PALMER
Administrative Law Judge

CONSENT TO ORDER

Financial Guaranty Insurance 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, Financial Guaranty Insurance Company also waives the right of confrontation and cross-examination of witnesses, production of evidence, and of judicial review.

Financial Guaranty Insurance Company

Date: 7/13/11

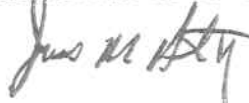
By: 

Title: Vice President & Asst Secretary

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 18th day of July, 2011.

IOWA INSURANCE DIVISION



JAMES N. ARMSTRONG
Deputy Commissioner

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