

BEFORE THE IOWA INSURANCE COMMISSIONER

IN THE MATTER OF)
STAR CASUALTY INSURANCE COMPANY) ORDER AND CONSENT TO ORDER
NAIC # 32387)

Now comes the Iowa Insurance Division (“Division”), pursuant to the provisions of Iowa Code Chapter 515—Iowa Insurance Other Than Life Act and enters into the following Consent Order (“Order”):

I. PARTIES AND JURISDICTION

1. The Commissioner of Insurance, Doug Ommen, directly and through his designees, pursuant to Iowa Code § 505.8 (2017), administers and enforces the provisions of Iowa Code Chapter 515—Iowa Insurance Other Than Life Act. Commissioner Ommen has designated James N. Armstrong as Deputy Commissioner.
2. Star Casualty Insurance Company (“Star Casualty”) is a foreign corporation with a mailing address of 5539 SW 8th Street, Miami, FL 33134.
3. Star Casualty is and has been licensed as an Iowa insurer since September 8, 2015.

II. FINDINGS OF FACT

4. The Division issued Star Casualty a Certificate of Authority on September 8, 2015 and assigned NAIC number 32387.
5. Star Casualty filed a Uniform Consent to Service of Process (the “Consent”) on April 7, 2015. In submitting the Consent, Star Casualty designated the Commissioner as an agent for service of process.
6. On March 1, 2017, Star Casualty filed an annual statement of financial condition as of December 31, 2016 reflecting capital and surplus of \$4,100,035.

7. Star Casualty did not maintain at least \$5,000,000 in capital and surplus, or the minimum capital requirements of chapter 521E, whichever is greater, as required by Iowa Code §§ 515.8 and 515.69 (2017).
8. On May 17, 2017, a Notice of Hearing was transmitted to Star Casualty.
9. Star Casualty and the Division agreed to give Star Casualty the opportunity to improve its capital and surplus to become compliant with Iowa law. On August 18, 2017, Star Casualty filed a monthly statement of financial condition as of July 31, 2017 reflecting capital and surplus of \$5,096,427.
10. On August 24, 2017, a Motion for Voluntary Dismissal of the pending hearing was filed with the Administrative Law Judge.
11. Star Casualty and the Division have agreed to the resolution stated in the Order.

ORDER

WHEREFORE, IT IS ORDERED pursuant to the powers granted to the Commissioner of Insurance by Iowa Code chapter 515 that:

- A. Star Casualty shall email quarterly financial statements to the Division during the time period it is under heightened supervision by the Florida Office of Insurance Regulation.
- B. Star Casualty shall not solicit or issue new policies of insurance in Iowa or assume any Iowa risk without the prior written approval of the Division for a period ending 15 days after Star Casualty files its 2017 Annual Statement of Financial Condition with the Division.
- C. During the period that Star Casualty shall not solicit or issue new policies in Iowa or assume any Iowa risk as stated in section B, Star Casualty shall continue to service any existing policies of insurance issued to persons residing in Iowa.

D. During the period that Star Casualty shall not solicit or issue new policies in Iowa or assume any Iowa risk as stated in section B, Star Casualty may cancel or non-renew existing policies in accordance with Iowa statutes and administrative rules.

E. Nothing contained in this Order shall in any way limit the right of the Division to institute administrative or legal action against Star Casualty for any other past conduct or future activity in violation of Iowa laws or administrative rules.

SO ORDERED on the 25th day of September, 2017.

/s/

JAMES N. ARMSTRONG
Deputy Insurance Commissioner

Respectfully Submitted
/s/

Robert Koppin
Company Regulation Counsel
Two Ruan Center
601 Locust St. – Fourth Floor
Des Moines, Iowa 50309-3738

Attorney for the Iowa Insurance Division

CONSENT TO ORDER

I, Rakesh Muhra, being a duly authorized signatory, have read, understood, and do knowingly consent to this Order in its entirety. By executing this consent, I understand that I am waiving Star Casualty Insurance Company's right to a hearing, to confront and cross-examine witnesses, to produce evidence, and to judicial review. I also understand that this Order is considered final administrative action that may be reported to the National Association of Insurance Commissioners. I also understand that this Order is a public record under Iowa Code chapter 22 (2017), that will be disclosed to other state regulatory authorities, upon request, pursuant to Iowa Code section 505.8(8)"d" (2017). I also understand that the information contained in the Order will be posted to the Division's web site and a notation will be made to a publicly available web site record that administrative action has been taken against the company.

Dated this 18th day of September, 2017.

/s/

Rakesh Muhra

Duly Authorized Signatory

Print Name

Subscribed and sworn before me by Rakesh Muhra on this 18th day of September, 2017.

/s/

Notary Public for the state of Florida