

BEFORE THE IOWA INSURANCE COMMISSIONER

IN THE MATTER OF THE CERTIFICATE)
OF AUTHORITY OF PUBLIC SERVICE)
INSURANCE COMPANY) SUMMARY ORDER OF SUSPENSION
)
NAIC # 15059)

Now comes the Iowa Insurance Division (“Division”) pursuant to the provisions of the Iowa Insurers Supervision, Rehabilitation, and Liquidation Act – Iowa Code Chapter 507C and finds the following:

I. PARTIES AND JURISDICTION

1. The Commissioner of Insurance, Doug Ommen, pursuant to Iowa Code § 505.8 (2017), administers and enforces the Iowa Insurers Supervision, Rehabilitation, and Liquidation Act – Iowa Code Chapter 507C.
2. Public Service Insurance Company (“Public Service”) is an insurer with a last known mailing address of 303 West Madison Street, Suite 750, Chicago, Illinois 60606.
3. Public Service is and has been issued a Certificate of Authority with the Division since October 2, 1963.

II. FINDINGS OF FACT

4. The Division issued Public Service a Certificate of Authority on October 2, 1963 and assigned NAIC number 15059.
5. Public Service filed a Uniform Consent to Service of Process (the “Consent”) on October 22, 2012. In submitting the Consent, Public Service designated the Commissioner as an agent for service of process.
6. On March 16, 2017, the Director of the Illinois Department of Insurance (the “Director”) entered into an Agreed Order of Rehabilitation with Public Service and as ordered by the Circuit Court of Cook County Illinois, Chancery Division. The Director was affirmed as the statutory

Rehabilitator of Public Service and authorized to orderly wind down and run off the business and affairs of Public Service.

III. CONCLUSIONS OF LAW

7. Iowa Code § 507C.60 (2017) provides that “without advance notice or a hearing, the commissioner may suspend immediately the certificate of authority of any insurer as to which proceedings for receivership, conservatorship, rehabilitation, or other delinquency proceedings have been commenced in any state by the public insurance supervisory official of that state.”
8. Public Service is and has been in rehabilitation and subject to the Agreed Order of Rehabilitation commended by the Director which was effective on March 16, 2017.

IV. ORDER

IT IS THEREFORE ORDERED that:

- A. The Iowa Certificate of Authority issued to Public Service shall be immediately suspended. The period of suspension shall be continuous from the date of this Order until terminated by further written order of the Commissioner.
- B. Public Service shall not solicit or issue new policies of insurance or assume any Iowa risk.
- C. Public Service shall file its annual financial statement and pay any fees and taxes required to be paid under Iowa law.
- D. Public Service shall service any existing policies of insurance issued to persons residing in Iowa.

Dated this 3rd day of May, 2018.

Iowa Insurance Division

/s/

JAMES N. ARMSTRONG
Deputy Commissioner of Insurance

NOTICE

Failure to comply with the provisions of this Order shall be grounds for further administrative action under Iowa Code Chapter 507C and other applicable insurance code chapters, or for injunctive relief in district court.

If you fail to request a hearing within 30 days of the date of this Order, the Order shall be a final Order of the Commissioner of Insurance and shall be enforceable by the Commissioner of Insurance in an administrative or court proceeding.

The failure to request a hearing can constitute a failure to exhaust your administrative remedies and limit the issues subject to judicial review. You may seek judicial review of this Order, pursuant to Iowa Code Chapter 17A, after the Order becomes final. The Order becomes final 30 days after it is issued if you do not timely request a contested case hearing, or 30 days following any ruling from a contested case hearing.

NOTICE OF RIGHT TO REQUEST HEARING

NOTICE IS HEREBY GIVEN that Public Service Insurance Company may request a hearing in this matter. This request must be in writing and must be filed within 30 calendar days of the date of this Order, with Robert Koppin, Company Regulation Counsel, 601 Locust St., Fourth Floor, Des Moines, Iowa 50309. A notice of the hearing shall be prepared and shall be given at least 15 days before the date of the hearing unless the parties agree to an earlier date. The hearing shall be held within 90 days after the date of the notice of the hearing unless extended by the presiding officer for good cause with at least 15 days notice to the parties. The resulting hearing will be held in accordance with Iowa Code Chapter 17A.

Copy to:

Office of the Special Deputy Receiver
Illinois Dept. of Insurance
222 Merchandise Mart Plaza, Suite 960
Chicago, IL 60654

Robert Koppin
Company Regulation Attorney
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