

1 million dollars) for the benefit of all of its Arizona policyholders and claimants against its
2 Arizona policyholders (the "Security Deposit").

3 5. Pursuant to the terms of the Security Deposit Agreement, Petitioner shall
4 maintain a Security Deposit for so long as it has insureds who are residents of the State of
5 Arizona.

6 6. In accordance with A.R.S. § 20-588(A)(2), on December 22, 2006, ACSC filed an
7 affidavit on behalf of Petitioner with an attached claim report, in request for release of
8 \$9,500,000 (Nine million five hundred thousand dollars) from the Security Deposit to
9 Petitioner.

10 7. The claim report provided by ACSC identifies 3 (Three) outstanding claims for
11 which Petitioner has established a reserve of \$13,000 each, for a total reserve of \$39,000.

12 8. Petitioner's Security Deposit currently totals approximately \$10,000,000 (Ten
13 million dollars) and will total approximately \$500,000 (Five hundred thousand dollars) after the
14 requested release, which exceeds the \$39,000 reserve for remaining Arizona claims.

15 **CONCLUSIONS OF LAW**

16 1. The Director has no personal liability for the release of the excess Security
17 Deposit so made by her in good faith as provided in A.R.S. § 20-588(B).

18 2. Petitioner is entitled to the release of \$9,500,000 (Nine million five hundred
19 thousand dollars) from its Security Deposit pursuant to A.R.S. § 20-588(A)(2).

20 ...

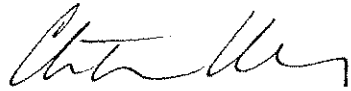
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1 **ORDER**

2 THEREFORE IT IS ORDERED that \$9,500,000 (Nine million five hundred thousand
3 dollars) shall be released from the Security Deposit to Petitioner.

4 Dated this 9th day of January, 2007

5
6 

7 **CHRISTINA URIAS**
8 **Director of Insurance**

9 COPY of the foregoing mailed/delivered
10 this 10th day of January, 2007, to:

11 Interinsurance Exchange of the Automobile Club
12 c/o Cortland Ray, Vice President
13 ACSC Management Services, Inc.
14 Attorney-in-Fact
15 P.O. Box 25001, Mail Stop A357
16 Santa Ana, CA 92799-5001

17 J. Michael Low
18 Low & Childers, P.C.
19 2999 North 44th Street, Suite 250
20 Phoenix, AZ 85018

21 Steve Ferguson, Assistant Director
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21 
22 **Curvey Burton**
23