

JAN 17 2018

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPT OF INSURANCE
BY ms

1 In the Matter of the Surrender of the Certificate of)
 2 Authority of)
 3 **Mountain States Mutual Casualty Company**)
 4 **(NAIC No. 14648),**)
 5)
 6 **Petitioner.**)
 7)
 8)

Docket No. 18A-002-INS

ORDER

9 Based upon reliable evidence provided to the Director of Insurance by the Assistant
 10 Director of the Financial Affairs Division of the Arizona Department of Insurance ("Department"),
 11 the Director finds as follows:

FINDINGS OF FACT

12
 13 1. Mountain States Mutual Casualty Company ("Petitioner") is a New Mexico
 14 domiciled insurance company that received its certificate of authority to transact property and
 15 casualty insurance in Arizona effective April 26, 2007.

16 2. Effective May 25, 2017, Petitioner, the non-surviving entity, merged into Donegal
 17 Mutual Insurance Company (DMIC), NAIC No. 13692, a Pennsylvania domiciled insurer and
 18 the surviving entity. DMIC is not authorized to transact insurance in Arizona. Petitioner
 19 voluntarily surrendered its certificate of authority to the Department.

20 3. The Insurance Commissioner of New Mexico approved the merger of Petitioner
 21 into DMIC on May 23, 2017.

1 4. Petitioner has no outstanding obligations under any policy of insurance, whether
2 written direct or through reinsurance ceded to it, to policyholders or claimants who are
3 residents of this State.

4 5. Petitioner is not the subject of any pending investigation or market conduct
5 examination and Petitioner does not owe this Department any filings or fees.

6 6. Petitioner has a \$100.00 deposit with the Insurance Examiners' Revolving Fund
7 ("IERF").

8 **CONCLUSIONS OF LAW**

9 Petitioner has complied with the provisions of A.R.S. § 20-217 and with A.A.C. R20-6-
10 303 relating to the surrender of its Certificate of Authority.

11 **ORDER**

- 12 1. The surrender of the Petitioner's certificate of authority is accepted.
13 2. The Department shall refund to the Petitioner the sum of \$100.00 that was
14 previously credited to the IERF pursuant to A.R.S. § 20-159.

15 Effective this 16th day of January, 2018.

17 

18 **LESLIE R. HESS**
19 **Interim Director of Insurance**

20 COPY of the foregoing mailed/delivered
21 this 17th day of January, 2018, to:

22 Stacey E. Scherer, Vice President, House Counsel
23 Mountain States Insurance Group
24 P.O. Box 93254
Albuquerque, New Mexico 87199-3254

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