

**BEFORE THE INSURANCE COMMISSIONER
FOR THE STATE OF ARKANSAS**

**IN THE MATTER OF THE
CERTIFICATE OF AUTHORITY OF
1st AUTO & CASUALTY
INSURANCE COMPANY**

A.I.D. NO. 2024- 35

ORDER OF SUSPENSION

Now on this day the matter of Arkansas Certificate of Authority No. 2614 of 1st AUTO & CASUALTY INSURANCE COMPANY, NAIC No. 44725 (“Company”), a Wisconsin-domiciled property and casualty insurer, is taken under consideration by Alan McClain, Insurance Commissioner for the State of Arkansas (“Commissioner”), as presented by Amanda Capps Rose, Associate Counsel, Legal Division of the Arkansas Insurance Department (“Department”), and the Finance Division of the Department. From the facts, matters and other things before the Commissioner, he finds and concludes as follows:

FINDINGS OF FACT

1. The Company is a property and casualty insurer domiciled in the State of Wisconsin and is licensed to write property, casualty (excluding workers’ compensation), and marine insurance in Arkansas.
2. On June 21, 2023, the Circuit Court of Dane County, Wisconsin issued an Order for Rehabilitation, in Case No. 2023CV1310, which order is incorporated herein by reference.
3. The Order for Rehabilitation appointed the Wisconsin Insurance Commissioner to serve as the Rehabilitator of the Company.
4. On January 1, 2024, the Circuit Court of Dane County, Wisconsin issued an Order Terminating Rehabilitation and Order for Liquidation with Finding of Insolvency, which appointed the Wisconsin Insurance Commissioner to serve as the Liquidator of the Company.

CONCLUSIONS OF LAW

5. The Commissioner has jurisdiction over the parties and the subject matter involved herein.

6. With regard to suspension of an insurer's certificate of authority, Ark. Code Ann. § 23-63-212 states as follows:

(a) The Insurance Commissioner shall suspend or revoke an insurer's certificate of authority:

[...]

(3) If the insurer's authority to transact insurance is suspended or revoked by its state of domicile, or state of entry into the United States if an alien insurer.

(b)(1) Except in cases of insolvency or impairment of required capital or surplus, or suspension or revocation by another state as referred to in subdivision (a)(3) of this section, the commissioner shall give the insurer at least ten (10) days' written notice in advance of any suspension or revocation under this section.

(2) If the insurer requests a hearing thereon within the ten (10) days, the request shall automatically stay the commissioner's proposed action until his or her order is made on the hearing.

7. The Company's authority to transact business in its state of domicile has been revoked based upon a determination of insolvency.

8. Accordingly, on this date the Commissioner has determined that the causes as stated make it appropriate and expedient to suspend the Company's Arkansas Certificate of Authority pursuant to Ark. Code Ann. § 23-63-212(a)(3) based upon the liquidation proceedings in the Company's state of domicile.

IT IS THEREFORE ORDERED AND ADJUDGED that the Arkansas Certificate of Authority of 1st Auto & Casualty Insurance Company is hereby immediately suspended.

IT IS SO ORDERED THIS 15th DAY OF APRIL, 2024.



ALAN McCLAIN
INSURANCE COMMISSIONER
STATE OF ARKANSAS