

OCT 29 1998

DEPT. OF INSURANCE  
BY ES

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

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In the Matter of the	)	
Surrender of the Certificate	)	Docket No. 98A-172-INS
of Authority of	)	
	)	
AMERICAN LIBERTY	)	ORDER
LIFE INSURANCE COMPANY	)	
(NAIC No. 90298),	)	
	)	
Petitioner.	)	

Based upon reliable evidence provided to the Acting Director of Insurance by the Assistant Director of the Corporate and Financial Affairs Division of the Department of Insurance, the Acting Director finds as follows:

1. Petitioner American Liberty Life Insurance Company, NAIC No. 90298, is a foreign insurer domiciled in Louisiana. Petitioner received its certificate of authority to transact life and disability insurance in Arizona on June 13, 1984.

2. Effective January 1, 1997, Petitioner, the non-surviving entity, merged into Citizens Insurance Company of America ("Citizens"), the surviving entity, a foreign insurer domiciled in Colorado. Petitioner has voluntarily surrendered its certificate of authority to the Acting Director.

3. On April 8, 1997, the Insurance Commissioner of Louisiana approved the merger of Petitioner into Citizens.

4. Petitioner had obligations under policies of insurance to policyholders or claimants who are residents of Arizona. Petitioner's Arizona insurance obligations have been assumed by Citizens.

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

4           6. Petitioner has deposited \$100.00 which has been  
5 credited to the Insurance Examiners' Revolving Fund ("IERF")  
6 pursuant to A.R.S. §20-159.

7           7. Petitioner has deposited a \$110,000 Retaliatory  
8 Deposit for the benefit and protection of Arizona policyholders  
9 only.

10           8. Petitioner has requested that the \$110,000  
11 Retaliatory Deposit be converted to a Security Deposit for the  
12 protection of Citizen's Arizona policyholders only, in order to  
13 comply with the provision of A.R.S. §20-217(D).

14           9. Citizens has executed the Security Deposit,  
15 Assignment and Trust Agreement For Sole Benefit of Arizona  
16 Policyholders and Claimants.

17           IT IS ORDERED that:

18           1. The surrender of the Petitioner's certificate of  
19 authority is accepted.

20           2. The \$100.00 deposited by Petitioner which has been  
21 credited to the IERF shall be released to Petitioner.

22           3. The \$110,000 Retaliatory Deposit shall be converted  
23 to a Security Deposit pursuant to the terms of the Security  
24 Deposit, Assignment and Trust Agreement For the Sole Benefit of  
25 Arizona Policyholders and Claimants.

26           EFFECTIVE this 29<sup>th</sup> day of October, 1998.

27           ...  
28           ...

*Charles R. Cohen*

CHARLES R. COHEN  
Acting Director of Insurance

COPY of the foregoing mailed/delivered  
this 29th day of October, 1998, to:

Sara Begley, Acting Deputy Director  
Vista Brown, Executive Assistant for Policy Affairs  
Mary Butterfield, Assistant Director  
Catherine O'Neil, Consumer Legal Affairs Officer  
Gary Torticill, Assistant Director  
Deloris Williamson, Assistant Director  
Scott Greenberg, Business Administrator  
Department of Insurance  
2910 N. 44th Street, Suite 210  
Phoenix, Arizona 85018

John K. Drisdale, Jr.  
Citizens Insurance Company of America  
P.O. Box 149151  
Austin, TX 78714-9151

*Betty Bryant*