

DEC 14 1999

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPT. OF INSURANCE
BY [Signature]

In the Matter of:)
)
AMERICAN EAGLE INSURANCE)
COMPANY, NAIC #15920)
)
 Respondent.)

DOCKET No. 97A-125-INS

ORDER RELEASING DEPOSIT

1. American Eagle Insurance Company ("American Eagle") is an insurance company domiciled in the state of Texas. American Eagle was formerly authorized to transact the business of property and casualty insurance in the state of Arizona. American Eagle's Certificate of Authority to transact insurance business in the state of Arizona was suspended on July 21, 1997.

2. American Eagle has a special workers' compensation deposit with the Arizona Department of Insurance in the amount of two hundred ninety thousand dollars (\$290,000). This deposit was for the sole and exclusive benefit and protection of American Eagle's Arizona workers' compensation policyholders. American Eagle has no workers' compensation liabilities in the state of Arizona.

3. On December 22, 1997, the Judicial District Court of Travis County, Texas placed American Eagle into permanent receivership and designated the Texas Commissioner of Insurance as Permanent Receiver, who in turned designated Jack M. Webb as the Special Deputy Receiver.

4. Counsel to the Special Deputy Receiver has made a written request for the release of American Eagle's \$290,000 special workers' compensation deposit held by the Arizona Department of Insurance.

1 5. On November 5, 1999, the Arizona Department of Insurance received a communication
2 from the Industrial Commission of Arizona ("ICA") stating that the ICA had approved the immediate
3 release of securities to Jack M. Webb, Special Deputy Receiver of American Eagle.

4 IT IS HEREBY ORDERED:

- 5 1. The American Eagle special workers' compensation deposit shall be released and
6 returned to the Special Deputy Receiver pursuant to A.R.S. §20-588(A)(3).
7 2. Pursuant to A.R.S. §20-588(B), the Director shall have no personal liability for any such
8 release of any such deposit or part thereof so made by him in good faith.

9 DATED this 13th day of December, 1999.

10 
11 _____
12 CHARLES R. COHEN
13 Director of Insurance

14 COPY of the foregoing mailed/delivered
15 this 14th day of December, 1999, to:
16 Jack M. Webb
17 Special Deputy Receiver
18 American Eagle Insurance Company, In Receivership
19 110 Cypress Station, Suite 160
20 Houston, TX 77090
21 Elizabeth Fuller
22 SAEGERT, ANGENEND & AUGUSTINE, P.C.
23 P.O. Box 410
1145 West 5th Street, Suite 300
Austin, TX 78767-0410

1 Douglas R. Newton, Manager
Division of Administration
2 Industrial Commission of Arizona
800 West Washington
3 Phoenix, AZ 85007

4 Sara M. Begley, Deputy Director
Gary A. Torticill, Assistant Director
5 Deloris E. Williamson, Assistant Director
Scott B. Greenberg, Business Administrator
6 Kelly M. Stephens, Deputy Assistant Director
Rose McNabb, Solvency Support Manager
7 Arizona Department of Insurance
2910 North 44th Street, Suite 210
8 Phoenix, AZ 85018

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12 Curvey Walters Burton

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