

**BEFORE THE COMMISSIONER OF INSURANCE
OF THE STATE OF KANSAS**

In the matter of the)
Pennsylvania Casualty Company (In Rehabilitation)) **Docket No. 4108-OR**

ORDER TO RESCIND

Pursuant to the authority granted the Commissioner of Insurance by Kansas Statutes Annotated (“K.S.A.”) 40-222, K.S.A. 40-222b, K.S.A. 40-222d, K.S.A. 40-222e, and in accordance with the Kansas Administrative Procedure Act, K.S.A. 77-501, et seq., I, Sandy Praeger, the duly elected, qualified, and acting Commissioner of Insurance of the State of Kansas, hereby make the following findings of fact, conclusions of law, and order, to wit. This Order shall become effective as a Final Order, without further notice, upon the expiration of the fifteen (15) day period if no hearing is requested, pursuant to K.S.A. 77-524.

Findings of Fact

1. Pennsylvania Casualty Company (In Rehabilitation) (“Pennsylvania Casualty”) is an insurance company incorporated under the laws of the State of Pennsylvania on December 16, 1925 with a registered corporate office located at One Phico Drive, Mechanicsburg, Pennsylvania 17055.
2. Pennsylvania Casualty was admitted to transact the business of insurance in the State of Kansas on June 21, 1926, pursuant to the authority of K.S.A. 40-901 and K.S.A. 40-1102.
3. The Commissioner of Insurance of the State of Kansas has jurisdiction over the subject matter of this proceeding and over the operation of Pennsylvania Casualty in this state, and this proceeding is in the public interest.
4. On November 19, 2001, the Commissioner of Insurance of the State of Pennsylvania issued an “Order of Rehabilitation” for Pennsylvania Casualty based upon their potentially hazardous financial condition.

5. On May 29, 2002, the Kansas Insurance Department issued a Consent Order with Pennsylvania Casualty whereby they agreed to refrain from writing any new or renewal business in the State of Kansas.

6. On February 22, 2010, Pennsylvania Casualty requested a rescission of the consent order as a prelude to the cancellation of their Certificate of Authority as they are in the process of dissolving the company. They also noted that their mailing address has changed to: 901 N. 7th Street, Suite # 201, Harrisburg, PA 17102-1413.

Conclusions of Law

7. Pennsylvania Casualty has provided the Commissioner of Insurance with information regarding their request to cancel their Certificate of Authority. Rescinding the Consent Order is required before the cancellation can be processed.

Order

IT IS, THEREFORE, BY THE COMMISSIONER OF INSURANCE, ORDERED THAT:

The Consent Order, dated May 29, 2002, and referred to in paragraph # 5 above, which suspended the authority of Pennsylvania Casualty Company (In Rehabilitation) to transact the business of insurance in the State of Kansas, is hereby rescinded.

IT IS SO ORDERED THIS 13th DAY OF April, 2010, IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



/s/ Sandy Praeger
Sandy Praeger
Commissioner of Insurance

/s/ John W. Campbell
John W. Campbell
General Counsel

CERTIFICATE OF SERVICE

A true and correct copy of the foregoing **ORDER TO RESCIND** dated ____April_____, 2010, has on this __13th__ day of April, 2010, been sent via U.S. mail and via e-mail to the below identified counsel or parties.

R. Peter Ericson
Pennsylvania Casualty Company (In Rehabilitation)
c/o Department of Insurance
Bureau of Liquidations, Rehabilitations, and Special Funds
901 North Seventh Street
Capital Associates Building, Room 201
Harrisburg, PA 17102

_/s/ Zachary J.C. Anshutz_____

Zachary J.C. Anshutz
Assistant General Counsel