

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

In the Matter of the)
MISSION INSURANCE GROUP) **Docket No. 1137-I**
)

ORDER TO RESCIND

Pursuant to the authority granted the Commissioner of Insurance by 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. 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. 77-542.

FINDINGS OF FACT

1. Enterprise Insurance Company was an insurance company incorporated under the laws of the State of California on August 21, 1978 with a registered corporate office located at 2600 Wilshire Boulevard, Los Angeles, California.
2. Enterprise Insurance Company was licensed to transact business of insurance in the State of Kansas on August 25, 1981 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 Pacific Pioneer Insurance Company in this state, and this proceeding is held in the public interest.
4. On November 21, 1985, the Commissioner of Insurance issued a Consent Order which suspended Mission Insurance Group, Inc. and its subsidiaries', which included Enterprise Insurance Company, authority to transact business of insurance in the Kansas.

5. The Consent Order was placed on Enterprise Insurance Company as a result of the financial condition that had resulted in a condition such that the continued operation of the company in this state might be hazardous to the insuring public.

6. On February 24, 1987 Enterprise Insurance Company was placed into liquidation by the California Insurance Department as part of the liquidation of the Mission Insurance Group.

7. On December 17, 1992 Pacific Pioneer Corporation acquired all of the outstanding stock of Enterprise Insurance Company's inactive shell from the liquidator.

8. On December 28, 1992 Enterprise Insurance Company merged with and into Pacific Pioneer Insurance Company of Oklahoma, a wholly owned subsidiary of Pacific Pioneer Corporation, with Enterprise Insurance Company being the surviving entity. Concurrently, the company's name was changed to Pacific Pioneer Insurance Company.

9. As of September 30, 2011, Pacific Pioneer Insurance Company is reporting capital and surplus of \$12,294,451.

10. On January 23, 2012 Pacific Pioneer Insurance Company requested that the Kansas Insurance Department rescind the Consent Order for Pacific Pioneer Insurance Company.

CONCLUSIONS OF LAW

K.S.A. 40-103 and K.S.A. 40-105 give the Commissioner of Insurance plenary powers to regulate the business of insurance in the State of Kansas.

ORDER

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

1. The Consent Order dated November 21, 1985, and referred to in paragraph #4 above, which suspended the authority of Enterprise Insurance Company, which then was a subsidiary of Mission Insurance Group and now has merged with Pacific Pioneer Insurance Company, to transact the business of insurance in the State of Kansas, is hereby rescinded.

Notice of Rights

Pacific Pioneer Insurance Company is entitled to a hearing pursuant to K.S.A. § 77-537, the Kansas Administrative Procedure Act. If Pacific Pioneer Insurance Company desires a hearing, they must file a written request for a hearing with:

Zac Anshutz, General Counsel
Kansas Insurance Department
420 S.W. 9th Street
Topeka, Kansas 66612

This request must be filed within fifteen (15) days from the date of service of this Order. If Pacific Pioneer Insurance Company requests a hearing, the Kansas Insurance Department will notify them of the time and place of the hearing and information on the procedures, right of representation, and other rights of parties relating to the conduct of the hearing, before commencement of same.

If a hearing is not requested in the time and manner stated above, this Order shall become effective as a Final Order upon the expiration of time for requesting a hearing, pursuant to K.S.A. § 77-613. In the event Pacific Pioneer Insurance Company files a petition for judicial review, pursuant to K.S.A. § 77-613(e), the agency officer to be served on behalf of the Kansas Insurance Department is:

Zac Anshutz, General Counsel
Kansas Insurance Department
420 S.W. 9th Street
Topeka, Kansas 66612

IT IS SO ORDERED THIS 17th DAY OF FEBRUARY, 2012 IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



_____/s/ Sandy Praeger_____
Sandy Praeger
Commissioner of Insurance

By: _____/s/ Zachary J.C. Anshutz_____
Zachary J.C. Anshutz
General Counsel

Certificate of Service

I hereby certify that a true and correct copy of the foregoing Order was forwarded via first class mail, postage prepaid on __17th__ day of February, 2012 to:

Giovanni Pierce
Corporate Compliance Officer
Pacific Pioneer Insurance Company
6363 Katella Avenue
Cypress, CA 90630

_ /s/ Zachary J.C. Anshutz _____
Zachary J.C. Anshutz
General Counsel