

M. GALE LEMMON #4363
 Assistant Attorney General
 JOHN E. SWALLOW #5802
 Attorney General
 Attorneys for Utah Insurance Department
 160 East 300 South, Fifth Floor
 P.O. Box 140874
 Salt Lake City, UT 84114-0874
 Telephone (801) 366-0375

RECEIVED

FEB 08 2013

UTAH STATE
 INSURANCE DEPT.

**BEFORE THE INSURANCE COMMISSIONER
 OF THE STATE OF UTAH**

COMPLAINANT:	:	NOTICE OF INFORMAL ADJUDICATIVE PROCEEDING AND ORDER
UTAH INSURANCE DEPARTMENT	:	
RESPONDENT:	:	REVOCATION OF CERTIFICATE OF AUTHORITY
GRAMERCY INSURANCE COMPANY	:	
5000 Quorum Drive, Suite 111	:	
Dallas, TX 75254-7583	:	DOCKET No. 2013-008 EX
Utah Org. Id. No. 162368	:	
	:	Enf. Case No. <u>3262</u>

The Utah Insurance Department has commenced this informal adjudicative proceeding pursuant to Utah Code Annotated (U.C.A.), Sections 31A-2-201 and 63G-4-201 and Utah Administrative Code (U.A.C.), Rule R590-160. Based upon information contained in agency files or known to the Commissioner, the Commissioner makes the following:

FINDINGS OF FACT

1. The Respondent is an insurer domiciled in the State of Texas and authorized to do business in the State of Utah, Utah Organization Identification No. 162368.
2. Respondent was placed in rehabilitation in its state of domicile on December 4, 2012.

2. Respondent's capital and surplus was \$11,336,296 as of December 31, 2011, and declined to \$(13,770) as of September 30, 2012, and Respondent is insolvent under Utah law.

Having entered his Findings of Fact, the Commissioner now enters his:

CONCLUSIONS OF LAW

1. Grounds exist for delinquency proceedings under Chapter 27a of the Utah Insurance Code if Respondent were a domestic insurer.

2. Respondent's Certificate of Authority should be revoked pursuant to U.C.A. § 31A-14-217.

Based upon the foregoing Findings of Fact and Conclusions of Law, the Commissioner now enters the following:

ORDER

IT IS HEREBY ORDERED:

1. Respondent's Certificate of Authority in the State of Utah is revoked as of the date this Order becomes final.

2. Respondent is still subject to regulation by the Utah Department of Insurance until a release of regulation is obtained pursuant to the requirements of the Utah Insurance Code.

3. This Order shall become final fifteen (15) days after the date of mailing unless a written request for a hearing is received from the Respondent in the offices of the department prior to that date. A written request for a hearing shall be signed by the person making the request and shall state the basis for the relief requested.

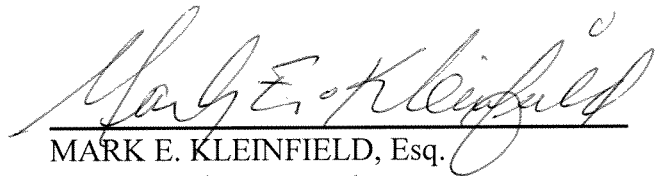
NOTIFICATION

If you request a hearing regarding this matter, the department will be represented by M. Gale Lemmon, Assistant Attorney General, 160 East 300 South, Fifth Floor, P.O. Box 140874, Salt Lake City, Utah 84114-0874, Telephone Number (801) 366-0375. Failure to request a hearing will be considered a failure to exhaust administrative remedies and will preclude any further administrative or judicial review or appeal on this matter.

You are further notified that other jurisdictions in which you may be licensed may require that you report this action to them.

DATED THIS 11th day of February, 2013.

TODD E. KISER
INSURANCE COMMISSIONER



MARK E. KLEINFELD, Esq.
Administrative Law Judge
Utah Insurance Department
State Office Building, Room 3110
Salt Lake City, Utah 84114
Telephone (801) 538-3800