

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Resolution TL 18256
Transportation Division

(RESOLUTION DIRECTING THE STAFF NOT TO ACCEPT CERTIFICATES OF INSURANCE)
(ISSUED BY BEL-AIRE INSURANCE COMPANY, A NON-ADMITTED MISSOURI INSURER)

On May 2, 1988, the Insurance Commissioner of the State of California ordered Bel-Aire Insurance Company, a non-admitted Missouri insurer, to immediately cease and desist from transacting, soliciting or writing new or renewal insurance business in California.

The Insurance Commissioner has reasonable cause to believe that Bel-Aire Insurance company is conducting its business and affairs in such a manner as to threaten to render it insolvent and was insolvent as of December 31, 1987.

The California Public Utilities Code, Section 5391 mandates that the Commission require charter-party carriers of passengers to procure adequate protection against liability imposed by law.

For protection of the public, certificates of insurance filed with the Commission should be issued by insurance companies whose financial condition is acceptable to the California Department of Insurance.

IT IS ORDERED that:

The staff shall continue to refuse to accept all certificates of insurance (including reinstatement certificates) from the Bel-Aire Insurance Company, a non-admitted Missouri insurer, no matter when the policy was issued. Furthermore, the staff shall not issue any new or reissued operating authority when the required liability protection is evidenced by a certificate of insurance issued by Bel-Aire Insurance Company. The staff shall continue to take these actions unless and until the Insurance Commissioner of the State of California rescinds the cease and desist order.

This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission on MAY 25 1988.

The following Commissioners approved it.

STANLEY W. HULETT
President
DONALD VIAL
FREDERICK R. DUDA
G. MITCHELL WILK
JOHN B. OHANIAN
Commissioners


Executive Director