



DEPARTMENT OF FINANCIAL SERVICES

Division of Rehabilitation and Liquidation
www.floridainsurancereceiver.org

NOTICE TO MARYLAND AGENT OR BROKER

March 29, 2011

Regarding the Liquidation of Seminole Casualty Insurance Company

On March 15, 2011, Seminole Casualty Insurance Company ("Seminole") was ordered liquidated by the Second Judicial Circuit Court in Leon County, Florida. The Florida Department of Financial Services is the court appointed Receiver of Seminole. A copy of the liquidation order for Seminole is available on the Receiver's website, www.myfloridacfo.com/Receiver.

The Receiver is sending this notice of the receivership proceedings to all of the Seminole agents of record in order to provide them with information to better assist them in advising the Seminole policyholders who are their clients. **As you are an agent of record, you are advised that the liquidation order significantly affects the company's policyholders and legally imposes certain obligations on you. The Florida Department of Financial Services, as Receiver of Seminole, expects you to contact your policyholder clients and assist them with any questions they may have regarding the receivership proceeding.**

If you have not already done so, please provide a written notice of the receivership, by registered or certified mail, to policyholders whose policy has not been replaced or reinsured with a solvent authorized insurer. When providing notice of the March 15, 2011 liquidation to Seminole's Florida policyholders, you should inform them that:

- **Seminole's insurance policies are cancelled effective 11:59 p.m. on April 14, 2011, unless otherwise terminated prior to that date; and**
- **The claims filing deadline for filing claims in the Seminole receivership proceeding is 11:59:59 p.m. on March 16, 2012.**

POLICY CANCELLATION: Seminole primarily wrote personal and commercial auto policies. Although licensed in eight states, the company had in-force policies only in Florida and Maryland. As of the end of February, Seminole had a total of approximately 36,671 Florida personal auto policies; 1,764 Florida commercial auto policies; 2,644 Florida artisan contractors' general liability policies; and 1,161 Maryland personal auto policies in force. **Under the liquidation order, all Seminole policies are cancelled effective 11:59 p.m. on April 14, 2011, unless otherwise terminated prior to that date.** Upon liquidation, the property

and casualty insurance policies of the Maryland policyholders may be covered by the Maryland Property and Casualty Insurance Guaranty Corporation ("PCIGC"). See below for further details.

PREMIUM ISSUES: In accordance with Section 631.155, Florida Statutes and paragraph T on page 7 of the Seminole Liquidation Order, all premiums and unearned commissions you collected on behalf of Seminole must be accounted for and paid directly to the Receiver within 30 days. No agent, broker, premium finance company or other person may use premium monies owed to Seminole for refund of unearned premium or for any purpose other than payment to the Receiver. Violation constitutes contempt of Court. You have the right to appear before the Court and show cause if you feel that you are not required to account to the Receiver.

Until further notice, please remit unearned commissions to Seminole as normal.

Premium Refunds/Unearned Premium (Maryland policyholders only):

The Maryland Property and Casualty Insurance Guaranty Corporation ("PCIGC") will pay unearned premium claims after the Receiver completes its processing of the policy records and sends the unearned premium records to PCIGC. A \$100 statutory deductible will be taken from the amount owed. All \$100 statutory deductibles on unearned premium claims and unearned premium claims that are less than \$100 may become claims against the estate of Seminole. The Receiver intends to seek court approval to deem all unearned premium claims as timely filed. If approved, this means that unearned premium claimants will have a claim in the Seminole estate without having to file a proof of claim form. No action is required by unearned premium claimants at this time. Additional information about the deem filing of unearned premium claims will be posted on the Receiver's website, www.myfloridacfo.com/Receiver, once available.

CLAIMS ISSUES (FOR LOSSES INCURRED PRIOR TO 11:59 p.m. on April 14, 2011): All policyholders should be informed that the deadline for filing claims in the Seminole receivership is 11:59:59 p.m. on March 16, 2012. Information regarding the method for filing a claim in the receivership proceeding will be available on the Receiver's website, www.myfloridacfo.com/Receiver.

FOR CLAIMS OF MARYLAND POLICYHOLDERS: With the entry of the liquidation order, the Maryland Property and Casualty Insurance Guaranty Corporation ("PCIGC") has been activated to help pay outstanding claims for property and casualty policies. The processing and payment of pending covered claims will be made by PCIGC (subject to the lesser of policy limits or PCIGC's maximum cap). The maximum amount PCIGC will cover is \$300,000. No claim will be paid in excess of this cap. All claims are subject to a \$100 deductible over and above any deductible identified in the Seminole policy. A policyholder may file a claim with the Receiver for the \$100 deductible and for amounts over the cap. For additional general information regarding PCIGC, please visit the guaranty association's website at www.pcigc.com.

PLEASE NOTE REGARDING ALL CLAIMS PAYMENTS: The Receiver is currently gathering claim files and claim data in order to forward the information to the PCIGC. As a result, there may be a slight delay in claim processing during this transitional period. Please continue to contact Seminole using the contact information below to check the status of an existing claim and/or to file a new claim. The Receiver's website, www.myfloridacfo.com/Receiver, will be updated once the transition is completed. At that time, new contact information will be posted to assist policyholders in filing a new claim or in following up on a pending claim.

CONSUMER/CLAIMS CALLS: Until further notice, consumers with questions regarding Seminole should continue to visit the company's website at www.seminoleinsurance.com or contact the company directly as follows:

Seminole Casualty Insurance Company – Direct Contact Information:

Customer Service

1-800 Phone Number #800-393-5827

Local Phone Number #954-623-6700

Claims

1-800 Phone Number #800-393-LOSS (5677)

CONTACTING THE RECEIVER: Please contact the Receiver by using the “Contact Us” form at the Receiver's website, www.myfloridacfo.com/Receiver if you have any non-claims related questions regarding the receiverships (for claims questions, please refer to the phone numbers provided above). You may also contact the Florida Department of Financial Services, as Receiver, at (850) 413-3081 or toll free at 1-800-882-3054 (in Florida only).

Your anticipated cooperation and assistance in these matters is greatly appreciated.