

reserved to address insurers which are or may be in hazardous financial condition without the cancellation of some or all of its policies. After a complete review of the entire record and

as follows:

INTRODUCTION

1. The OFFICE has jurisdiction over the parties and the subject matter of this proceeding.

2. EFDNAT is a domestic property and casualty insurer authorized to transact

insurance business in the state of Florida pursuant to a Certificate of Authority issued by the OFFICE pursuant to Chapter 624, Part III, Florida Statutes. MAISON is a foreign property and casualty insurer authorized to transact insurance business in the state of Florida pursuant to a

April 21, 2022 regarding the Cancellation of Insurance Policies for the Companies
[REDACTED]

personal residential policies.

5. MONARCH has entered into an agreement with a new investor that would provide capital to MONARCH. A Form A, filed with the OFFICE on May 9, 2022 and currently under review, stipulates that cancellation of the Cancelled Block for the Companies must be effected as a condition of its investment and as part of its plan for reinsurance.

ANALYSIS OF POLICIES FOR EARLY CANCELLATION

6. Section 627.4133(2)(b)6, Florida Statutes, provides the following regarding the early cancellation of a property insurance policy:

“Notwithstanding any other provision of law, an insurer may cancel or nonrenew a property insurance policy after at least 45 days’ notice if the office finds that the early cancellation of some or all of the insurer’s policies is necessary to protect the best interests of the public or policyholders and the office approves the insurer’s

[REDACTED]

10 mobile home (MH-3) policies.

COMPANY REQUIREMENTS FOR EARLY CANCELLATION

14. After review of the information filed in support of this request, and considering all of the attendant facts and circumstances, the OFFICE finds that approval of the early cancellation plan filed by the Companies is necessary to protect the best interests of its

policyholders and the public. The Companies' compliance with the corrective measures listed in 5.

15. The Companies must issue cancellation notices, to be approved in advance by the OFFICE, for the cancellation of the approximately 56,500 FEDNAT policies, 8,400 MONARCH policies and the 3,300 MAISON policies, providing at least 45 days' notice of cancellation to the policyholders. In addition, notices to the agents must be provided to the OFFICE for approval.

service script for review and approval.

17. The Companies must adhere to the representations made to the OFFICE in its plan for early cancellation.

g. Terminate, surrender, forfeit, convert, or lapse any insurance policy, certificate, or contract of insurance, except as permitted in accordance with its

approved underwriting guidelines and rules in the ordinary course of business.

[REDACTED]

- i. Make any material change in management or provide bonus or severance packages to any employee;
- j. Pay any dividends; or
- k. Enter into any new or amend any existing agreements with affiliates.

22. The OFFICE reserves the right to retain an individual or entity at the expense of FEDNAT to review all of the its direct and indirect expenses of its affiliates to determine if those expenses are fair and reasonable.

GENERAL TERMS

23. The Companies acknowledge and agree that failure to comply with any of the terms of this Consent Order would constitute an immediate danger to the public and the OFFICE may immediately suspend, revoke, or take other administrative action as it deems appropriate upon the Certificate of Authority of the Companies in this state, in accordance with Sections 120.569(2)(n) and 120.60(6), Florida Statutes.

24. Any prior orders, consent orders, or corrective action plans that the Companies

[REDACTED]

orders, or corrective action plans have expired; have been superseded by subsequent orders, consent orders, or corrective action plans; or are inconsistent with this Consent Order.

[REDACTED]

WHEREFORE, the agreement between FEDNAT INSURANCE COMPANY,
MAISON INSURANCE COMPANY, and MONARCH NATIONAL INSURANCE
COMPANY and the FLORIDA OFFICE OF INSURANCE REGULATION, the terms and
conditions of which are set forth above is approved. ~~FURTHER, all terms and conditions~~
contained herein are hereby ORDERED.

DONE and ORDERED this 13th day of May 2022.

David A.

David Altmaier, Commissioner
Office of Insurance Regulation



By execution hereof, MAISON INSURANCE COMPANY consents to entry of this Consent Order, agrees without reservation to all of the above terms and conditions, and shall be bound by all provisions herein. The undersigned represents that he/she has the authority to bind

[Redacted signature area]

NY
[Handwritten signature]
JENNINGS ET

Title: Securo

Date: 5/13/2022

STATE OF FLORIDA
COUNTY OF BROWARD

The foregoing instrument was acknowledged before me by means of physical presence

or online notarization, this 13th day of MA 2022, by J.G. JENNINGS

as SE RETAR for MAISON IN FRANCE COMPANY
(type of authority; e.g., officer, trustee, attorney in fact) (company name)

nature of the Notary)

CHRISTIAN ALEXANDER RODRIGUEZ
(Print, Type or Stamp Commissioned Name of Notary)

Personally Known OR Produced Identification

Type of Identification Produced FLORIDA DRIVERS LICENSE

My Commission Expires: MA 4, 2022

CHRISTIAN ALEXANDER RODRIGUEZ
Commission # HH 213658
Expires May 4, 2026

By execution hereof MONARCH NATIONAL INSURANCE COMPANY consents to

[Redacted signature area]

Michael Brown

President

5/13/22

STATE OF FLORIDA

COUNTY OF DWARD

[Redacted signature area]

15th

MA

MICHAEL BROWN

as PRESIDENT (type of authority; e.g., officer, trustee, attorney in fact)

for MONARCH ATTORNEY (company name)

COMPANY

(signature of the Notary)

MR AN ALEXANDER RODRIGUEZ

Personally Known OR Produced Identification

Type of Identification Produced FLORIDA DRIVERS LI

[Redacted identification area]

CHRISTIAN ALEXANDER RODRIGUEZ

COPIES FURNISHED TO:

wstrickland@colodnyfass.com

Colodny Fass
119 East Park Avenue
Tallahassee, FL 32301
E-Mail:
Telephone: (850)577-0398

MIKE BRAUN,, PRESIDENT
FedNat Insurance Company
14050 N.W. 14th Street, Suite 180
Sunrise, FL 33323
E-mail:

DOUGLAS RAUCY, PRESIDENT
Maison Insurance Company 9100 Bluebonnet Centre Blvd.
Suite 101
Baton Rouge, Louisiana 70809
E-mail:

VIRGINIA CHRISTY, DIRECTOR
President & General Financial Oversight

ane.nelson@flor.com

SHALICE RIVERS, FINANCIAL EXAMINER/ANALYST SUPERVISOR
Florida Office of Insurance Regulation

shalice.rivers@flor.com

eliot.pardee@flor.com
Tallahassee, Florida 32399
E-Mail:

ELIOT PARDEE, FINANCIAL CONTROL ANALYST

Anoush.Bran@flor.com