



**January 18, 1995**

**BULLETIN #682**

**RE: TRANSCO SYNDICATE #1, LTD.**

We have been requested by the California Department of Insurance ("Department"), acting in accordance with and pursuant to California Insurance Code Section 1765.1 of the California Insurance Code, to advise all Surplus Line brokers and Special Lines Surplus Line brokers that effective January 12, 1995, unless and until notified by the Department to the contrary, the above insurer should not be employed for placements of California business. No further new or renewal business may be placed with the company.

The Order is based on the fact that Transco Syndicate #1, Ltd. ("Syndicate") has advised the Department of its decision to voluntarily cease writing new and renewal business in California. Please refer to the attached letters be Carol A. Harmon, Staff Counsel, California Department of Insurance, and Andrew G. Loeb of McNitt, Edwards & Schraner for further information.

James S. Pugh  
Manager  
JSP/jcv  
Attachments

STATE OF CALIFORNIA  
DEPARTMENT OF INSURANCE  
45 FREMONT STREET, 24TH FLOOR  
SAN FRANCISCO, CA 94105  
CHUCK QUACKENBUSH, Insurance Commissioner

January 12, 1995

The Surplus Line Association of California  
388 Market Street, Suite 1150  
San Francisco, CA 94111

**Subject: TRANSCO SYNDICATE #1, LTD.**

(Illinois)

Order Pursuant to California insurance Code Section 1765.1

Dear Gentle People:

Pursuant to California Insurance Code Section 1765.1, surplus line brokers licensed by the state of California have been ordered to place no further insurance business with Transco Syndicate #1, Ltd.

This Order is based on the letter whereby counsel for Transco Syndicate #1, Ltd. has advised the Department of the decision of Transco Syndicate #1, Ltd. to voluntarily cease writing new and renewal business in California.

Please issue a bulletin to your members so notifying them.

Attached please find a copy of the Department's order Pursuant to CIC S 1765.1.

Very truly yours,  
Carol A. Harmon

Staff Counsel  
(415) 904-5966

cc: William Palmer, CDI General Counsel  
Victoria S. Sidbury, CDI Assistant Chief Counsel

STATE OF CALIFORNIA  
DEPARTMENT OF INSURANCE  
45 FREMONT STREET, 24TH FLOOR  
SAN FRANCISCO, CA 94105  
CHUCK QUACKENBUSH, Insurance Commissione

January 12, 1995

Andrew G. Loeb, Esq.  
McNitt, Edwards, & Schraner  
701 B Street; 11th Floor  
San Diego, CA 92101-8103

FAX: (619) 696-S666

**RE: TRANSCO SYNDICATE #1, LTD. ORDER PURSUANT CIC S 1765.1**

Dear Mr. Loeb:

Pursuant to California Insurance Code Section 1765.1, surplus line brokers licensed by the state of California are hereby ordered to place no further insurance business with Transco Syndicate #1, Ltd. ("Syndicate").

This Order is based on the attached letter whereby you, as counsel for Syndicate, have advised the Department of Syndicate's decision to voluntarily cease writing new and renewal business in California.

Cordially,  
Carol A. Harmon  
Staff Counsel  
(4 15) 904-5966

Law Offices  
Roger L. McNitt McNITT EDWARDS & SCHRANER

Richard P. Edwards A Professional Corporation  
Robert K. Schraner Tenth Floor  
Kenneth A. Zak 701 B Street  
Andrew G. Loeb  
San Diego, California 92101-8103  
Tel. (619) 696-5600  
PLFASE REFER TO Fax. (619) 696-5666  
OUR FILE NUMBER:

January 10, 1995 2449-002

Honorable Charles Quackenbush  
Insurance Commissioner  
State of California  
Department of Insurance  
45 Fremont Street  
San Francisco, California 94105  
Attention: Carol A. Harmon Staff Counsel  
Re: Transco Syndicate #1, Ltd.

Dear Commissioner Quackenbush:

Transco Syndicate #1, Ltd. ("Syndicate") has authorized us, as its California regulatory counsel, to formally notify you of its decision to discontinue writing new and renewal surplus line business on California risks. This action was based on the evolving marketing plans of Syndicate and the fact that Alpine Insurance Company ("Alpine"), an affiliate of Syndicate, has recently been writing approximately 90% of the consolidated Syndicate-Alpine California business and intends to continue to expand its California writings. Depending on future market conditions, Syndicate reserves the right to submit an application for surplus line listing pursuant to California Insurance Code Section 1765.1 in the future.

While Syndicate (by its letter dated November 15, 1994) has previously brought its decision to withdraw from the California surplus line market to the attention of those California surplus line brokers with whom it has done business in the past, Syndicate hereby requests that the Department issue a formal order advising all California surplus line brokers and the Surplus Line Association of California of Syndicate's decision.

Law offices

McNITT, EDWARDS & SCHRANER

Honorable Charles Quackenbush

January 10, 1995

Page 2

Thank you for your attention to this matter.

Andrew G. Loeb

For the Firm

AGL/pa