



IN THE MATTER OF:)
)
 PUBLIC SERVICE MUTUAL INSURANCE)
 COMPANY)
 APPLICATION FOR APPROVAL OF A PLAN)
 FOR MUTUAL HOLDING COMPANY)
 CONVERSION)

HEARING NO. 11-HR-0997

NOTICE OF HEARING

PUBLIC NOTICE IS HEREBY GIVEN pursuant to Sections 5/401, 5/402, 5/403 and 5/59.2(5)(a) of the Illinois Insurance Code [215 ILCS 5/401, 5/402, 5/403 and 5/59.2(5)(a)], that a hearing will be held at the Offices of the Illinois Department of Insurance, (“Department”), 320 West Washington Street, Springfield, Illinois on November 16-17, 2011, starting at 12:00 p.m., or as soon thereafter as the business of the Department will permit, before the Hearing Officer designated by the Director of the Department of Insurance (“Director”). The Hearing Officer will be empowered to administer oaths, examine witnesses and require the production of any books, records, documents or other papers relevant to the inquiry.

The purpose of this hearing will be to determine whether the Director should approve the Plan of Mutual Holding Company Conversion filed with the Department by the Public Service Mutual Insurance Company on August 26, 2011. The law requires the Director to hold a public hearing to solicit views from interested persons, including the company and its policyholders, as part of his consideration of the application.

Any interested person may appear or otherwise be heard at the public hearing. Any person wishing to submit a written statement concerning the plan for consideration by the Director should do so by mailing a copy of that statement to the attention of Jack Messmore, Acting Director of the Illinois Department of Insurance, 320 West Washington Street, Springfield, Illinois on or prior to November 10, 2011. In order to facilitate the orderly conduct of the public hearing, any person wishing to make an oral statement can indicate his or her desire to do so by notifying the Director at the above address on or prior to the same date. If you have questions that you would like answered by those speaking at the public hearing, you may submit those questions in writing on or before November 1, 2011.

Pursuant to Illinois law, the Director shall issue an order either approving or disapproving the plan after the close of the public hearing. The Director shall not approve the plan unless he finds that it is fair and equitable as it relates to the interest of the policyholders of Public Service Mutual Insurance Company and that the provisions of Illinois law have been complied with.

This Hearing and all pre-hearing matters are governed by 50 Illinois Admin. Code 2402, entitled "Hearing Procedures," and that Public Service Mutual Insurance Company may appear and be heard and present such evidence and testimony as Public Service Mutual Insurance Company desire, and that Public Service Mutual Insurance Company may be represented by legal counsel.

Pursuant to Section 59.2(5)(d) the Director may retain, at the mutual company's expense, any qualified expert not otherwise a part of the Director's staff to assist in reviewing the plan of Mutual Holding Company conversion.

Pursuant to 50 Ill. Adm. Code 2402.270(d) and Section 5/408 of the Illinois Insurance Code (215 ILCS 5/408), the costs of this hearing may be assessed against the parties to the hearing. Such costs include, but are not limited to, witness fees, court reporter fees, document copying and certification fees, hearing officer fees, and the cost of the transcript.

Pursuant to Section 5/401 of the Illinois Insurance Code (215 ILCS 5/401), all areas of Public Service Mutual Insurance Company's business and related activities are subject to the jurisdiction of the Director of Insurance of the State of Illinois and may be inquired into during the course of this proceeding.

All requests for continuances of this hearing must be served upon the Department and its attorney in writing not less than five (5) days prior to the date of hearing.

Public Service Mutual Insurance Company must acknowledge receipt of this Notice of Hearing to the Department of Insurance, 320 West Washington Street, Fourth Floor, Springfield, Illinois 62767, and to notify the Department of the name of legal counsel, if any, who will appear on its behalf.

YOU ARE FURTHER NOTIFIED that the State of Illinois requires all persons, prior to entering the Department's Offices, to present one of the following forms of photo identification:

- Valid driver's license or valid identification card from any U.S. state;
- Valid U.S. passport or valid passport issued by another country;
- Any valid military identification; any valid picture identification issued by a government entity within the U.S.; or
- Valid identification issued by a foreign consulate.

FAILURE TO PRESENT AN ACCEPTABLE FORM OF IDENTIFICATION COULD RESULT IN YOUR BEING DENIED ACCESS TO THE DEPARTMENT'S OFFICES

DEPARTMENT OF INSURANCE

Date: 10/20/11


Alan J. Martin
Hearing Officer