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' 1	EDMUND G. BROWN JR.		
2	Attorney General W. DEAN FREEMAN		
3	Supervising Deputy Attorney General FELIX E. LEATHERWOOD	FILED	
4	Supervising Deputy Attorney General LISA W. CHAO, State Bar No. 198536	COUNTY OF ORANGE COUNTY OF ORANGE CONTRAL JUSTICE CENTER	
5	Deputy Attorney General	FEB 1 1 2009	
	300 South Spring Street, Room 1702 Los Angeles, California 90013	ALAN CARLSON, Clerk of the Cou	
6	Telephone: (213) 897-2481 Fax: (213) 897-5775		
7	Attorneys for Applicant Insurance Commission		
8	of the State of California, in his capacity as		
9	Liquidator of Western Growers Insurance Comp	pany	
10	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
11	FOR THE COUNTY OF ORANGE, CENTRAL JUSTICE CENTER		
12			
13	INSURANCE COMMISSIONER OF THE STATE OF CALIFORNIA,	CASE NO. 03CC01758	
14	Applicant,		
15	V.	DECLARATION OF COMPLIANCE BY INSURANCE COMMISSIONER	
16	WESTERN GROWERS INSURANCE	AS LIQUIDATOR OF WESTERN	
17	COMPANY,	GROWERS INSURANCE COMPANY	
18	Respondent.		
19		Dept: C31	
20		Judge: Hon. Frederick P. Horn	
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		OF COMPLIANCE	

## I, Scott Pearce, declare:

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I am employed as a Senior Estate Trust Officer by the Insurance Commissioner of
 the State of California's Conservation & Liquidation Office ("CLO"), and have served as the
 estate trust officer for the liquidation estate of Western Growers Insurance Company ("Western
 Growers") since February 2003. I know the following of my own knowledge and could and
 would competently testify there if called upon to do so.

7 2. I am responsible for the management of financially impaired or insolvent
8 insurance companies (referred to as "estates") from the time of conservation or liquidation until
9 the court has discharged the Insurance Commissioner of his or her duties as Conservator or
10 Liquidator. I serve as a fiduciary, and in this capacity, I lead and direct a support team consisting
11 of individuals who work in the areas of Accounting, Claims, Reinsurance, Legal, Finance,
12 Information Technology, Human Resources, and Administration.

On December 22, 2008, the Court entered the Order (1) Approving Final Report
 and Account of the Liquidator of Western Growers Insurance Company; (2) Authorizing
 Disbursement of Funds; (3) Approving Payment of Expenses; and (4) Terminating Liquidation
 Proceeding and Discharging Insurance Commissioner as Liquidator ("Order").

The Order provided that the Insurance Commissioner shall be discharged as the
 liquidator of Western Growers upon his filing of a declaration that he distributed the assets of
 Western in accordance with the terms of the Order. As set forth herein, the Commissioner has
 transferred all residual assets of Western Growers totaling \$15,513,605 to the California
 Insurance Guarantee Association.

5. The Insurance Commissioner retained \$115,000 for payment of administrative and
closing costs, which is an increase of the amount provided in the Court's Order due to additional
record destruction expenses.

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DECLARATION OF COMPLIANCE

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6. The Insurance Commissioner having taken all action necessary pursuant to the terms of the Order, the estate is closed concurrent with the filing of this declaration.

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I declare under the penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed this 3rd day of February, 2009, in San Francisco, California.

Pearce

## **DECLARATION OF SERVICE BY U.S. MAIL**

Case Name: Insurance Commissioner v. Western Growers Insurance Co. No.: 03CC01758

## I declare:

I am employed in the Office of the Attorney General, which is the office of a member of the California State Bar, at which member's direction this service is made. I am 18 years of age or older and not a party to this matter. I am familiar with the business practice at the Office of the Attorney General for collection and processing of correspondence for mailing with the United States Postal Service. In accordance with that practice, correspondence placed in the internal mail collection system at the Office of the Attorney General is deposited with the United States Postal Service that same day in the ordinary course of business.

On <u>February 11, 2009</u>, I served the attached **DECLARATION OF COMPLIANCE BY INSURANCE COMMISSIONER AS LIQUIDATOR OF WESTERN GROWERS INSURANCE COMMISSIONER COMPANY** by placing a true copy thereof enclosed in a sealed envelope with postage thereon fully prepaid, in the internal mail collection system at the Office of the Attorney General at 300 South Spring Street, Suite 1702, Los Angeles, CA 90013, addressed as follows:

C. Guerry Collins, Esq. Locke Lord Bissell & Liddell LLP 300 South Grand Ave., 8th Floor Los Angeles, CA 90071 Michael R. Primiano, Esq. Industrial Commission of Arizona Legal Division P.O. Box 19070 Phoenix, AZ 85005-9070

Jasper Hempel, Esq. General Counsel Western Growers Association 17620 Fitch Street Irvine, CA 92614

I declare under penalty of perjury under the laws of the State of California the foregoing is true and correct and that this declaration was executed on February 11, 2009, at Los Angeles, California.

Linda Richardson Declarant

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