

1 STATE OF ALASKA
2 DEPARTMENT OF COMMERCE, COMMUNITY AND ECONOMIC
3 DEVELOPMENT
4 DIVISION OF INSURANCE
5 550 W. 7th AVENUE, SUITE 1560
6 ANCHORAGE, ALASKA 99501-3567
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STATE OF ALASKA
DEPARTMENT OF COMMERCE, COMMUNITY AND ECONOMIC
DEVELOPMENT
DIVISION OF INSURANCE
550 W. 7th AVENUE SUITE 1560
ANCHORAGE, ALASKA 99513-3567
PHONE: (907) 269-7900

10 In the Matter of:)
11)
12 **YOLO INSURANCE, INC**)
13 License # 3001520345)
14 Insurance Producer)

15 Division of Insurance Case No. D 22-06
16

17 STIPULATED AGREEMENT AND ORDER

18 The State of Alaska Division of Insurance (division) and YOLO Insurance, Inc
19 (YOLO), the insurer in this case, stipulate and agree to the following:
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22 I. BACKGROUND

23 A. On September 15th, 2021, YOLO received their initial Insurance Producer license
24 with Casualty, Health, Life and Property lines of authority, license # 3001520345,
25 authorizing YOLO to transact insurance business in Alaska. This license expires
26 September 15th, 2023.
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YOLO INSURANCE, INC
Stipulated Agreement and Order

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- B. In January 2022 our office performed a routine audit where it became aware of policies written by YOLO effective July 29th, 2021, prior to their license issuance date of September 15th, 2021.
- C. The Division sent initial notice to YOLO in March 2022 of this unlicensed activity and requested a Business Transaction Form. The form provided by YOLO on March 29th, 2022, included five policies written while unlicensed detailing a total of \$244,155.00 in premium with a total of \$24,410.90 in commission received.
- D. On April 29th, 2022, a letter was issued to YOLO assessing a civil penalty in the amount of \$24,410 with \$12,205 suspended. The unsuspended penalty of \$12,205 is payable to the division.
- E. On May 26th, 2022, YOLO responded to the Division's request to move forward and enter into a formal agreement to pay the civil penalty of \$12,205.

II. TERMS OF AGREEMENT


- A. The policies written on July 29th, 2021, prior to the license issuance date were in violation of AS 21.27.440 which subjects YOLO to civil penalties. AS 21.27.440(a) provides that "in addition to any other penalties provided by law, a person that the director of the division (director) determines under AS 21.06.170-21.06.240 has violated the provisions of this chapter is subject to (1) a civil penalty equal to the compensation promised, paid, or to be paid, directly or indirectly, to a person in regard to each violation; (2) either a civil penalty of not more than \$10,000 for each violation or a civil penalty of not more than \$25,000

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for each violation if the director determines that the person willfully violated the provisions of this chapter; and (3) denial, nonrenewal, suspension, or revocation of a license.” The director has the latitude to impose civil penalties against a person who has violated Alaska’s insurance laws

- B. YOLO agrees to pay the civil penalty under AS 21.27.440 in the amount of \$12,205 for activity that occurred prior to the issuance of the firm license with \$12,205 suspended.
- C. In the event YOLO violates Alaska insurance laws during the next two years, the suspended portion of the penalty referenced in paragraph one will be reinstated. YOLO will be subject to any and all sanctions authorized by the insurance laws including imposition of additional penalties regarding any such violation.
- D. By signing this agreement, YOLO understands and agrees that any failure to comply with the conditions of this agreement will be grounds to revoke, suspend, or not renew Alaska firm license 3001520345.
- E. YOLO understands that this agreement is not binding on the parties unless and until the director signs the order approving the agreement.

DATED: 7/6/2022

YOLO Insurance, INC
By: 
John Martin Armstrong
President
By: 
Michelle Armstrong
Accounting Assistant

1 Approved as to form and content:

2 DATED: 07/07/22

By: Daniel Wilkerson

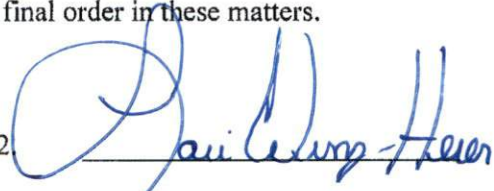
3 Dan Wilkerson

4 Assistant Attorney General

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6 ORDER

7 IT IS FURTHER ORDERED that this Stipulated Agreement and Order is
8 adopted in full resolution of the civil liability issues between the parties to this agreement
9 in these cases and shall constitute the final order in these matters.
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12 DATED this 11th day of July, 2022.



13 Lori K. Wing-Heier

14 Director, Division of Insurance