

STATE OF ALASKA
DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE
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STATE OF ALASKA

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

DIVISION OF INSURANCE

In the Matter of:)
FRANK CRYSTAL & CO., INC. and)
JONATHAN F. CRYSTAL, Compliance Officer,)
)
Licensees.)
_____)

Case No. D 05-05

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and Frank Crystal & Co. Inc. (Crystal & Co.) and Jonathan F. Crystal (Mr. Crystal), the licensees in this case, stipulate and agree that the failure to timely renew licenses #9421 and the unlicensed activity that occurred during the time the license was in lapse status are resolved as follows:

1. Crystal & Co. was first issued the above-referenced license in 1990.

When the license was not timely renewed, the division sent a lapse notice to Crystal & Co. on November 9, 2000. Crystal & Co. submitted a renewal application to the division in December 2000 along with a termination of its then compliance officer, but did not list a new compliance officer. Alaska law requires a firm to have a licensed individual designated as the compliance officer for the firm at all times. With the removal of its former compliance officer and no replacement made, the division could not reinstate the firm license. It was not until September 4 and October 6, 2003 that the division received applications for the firm and a new compliance officer, Jonathan F. Crystal. Firm license #9421 was reinstated and compliance officer license #36282 was issued, effective November 26, 2003.

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2. Crystal & Co. and Mr. Crystal admit that, between November 9, 2000 and October 22, 2003, the firm transacted the business of insurance, in violation of AS 21.27.380.

3. Prior to this instance, to the division's knowledge, Crystal & Co. and Mr. Crystal had not engaged in unlicensed activity or otherwise violated the insurance code, and they now have active Alaska insurance licenses.

4. Crystal & Co. and Mr. Crystal agree to pay a civil penalty under AS 21.27.440 of \$1,015.01, which equals the amount of commission earned for the unlicensed activity that occurred between November 9, 2000 and October 22, 2003, with \$200 suspended. The unsuspended portion of the penalty is payable at the time the director signs the order approving this agreement.

5. In the event Crystal & Co. or Mr. Crystal violates the insurance code or applicable regulations during the next two years, the suspended portion of the fine referenced in paragraph 4 will be reinstated. Crystal & Co. and Mr. Crystal also will be subject to any and all sanctions authorized by the insurance code including imposition of additional fines or penalties.

6. By signing this agreement, Crystal & Co. and Mr. Crystal understand and agree that any failure to comply with the conditions of this agreement will be grounds to revoke, suspend, or not renew producer licenses #9421 and #36282.

7. Crystal & Co. and Mr. Crystal understand that this agreement is not binding on the parties unless and until the director signs the order approving the agreement.

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DATED: 4/9/05

DIVISION OF INSURANCE

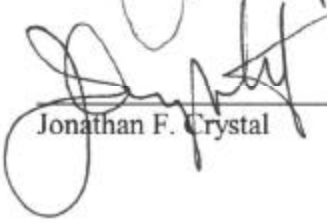
By: 
Linda Brunette
Program Coordinator

DATED: 4/4/05

FRANK CRYSTAL & CO., INC.

By: 
Jonathan F. Crystal
Compliance Officer

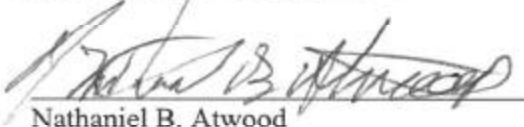
DATED: 4/4/05


Jonathan F. Crystal

Approved as to form and content:

DATED: 4/18/05

SCOTT J. NORDSTRAND
ACTING ATTORNEY GENERAL

By: 
Nathaniel B. Atwood
Assistant Attorney General

ORDER

IT IS ORDERED that this Stipulated Agreement and Order is adopted in full resolution of the issues in this case, and shall constitute the final order in this matter.

DATED this 18th day of April, 2005.


Linda S. Hall
Director of Insurance