

STATE OF ALASKA
DEPARTMENT OF COMMERCE, COMMUNITY AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE
NINTH FLOOR STATE OFFICE BUILDING
333 WILLOUGHBY AVENUE
JUNEAU, ALASKA 99801
PHONE: (907) 465-2515 • FAX: (907) 465-3422
IF YOU NEED HEARING ASSISTANCE, PLEASE CALL ALASKA RELAY AT 711

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STATE OF ALASKA

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

In the Matter of:)
)
ALASKA USA INSURANCE BROKERS LLC)
)
Licensee)
_____)

Case No. D 15-13

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and Alaska USA Insurance Brokers LLC (Alaska USA), the licensee in this case, stipulate and agree to the following:

I. BACKGROUND

A. Alaska USA holds surplus lines broker and firm insurance producer license number 41210.

B. Under AS 21.06.130, the division performed a limited and targeted premium tax audit of Alaska USA's surplus lines business for the period January 1, 2012 through December 31, 2013. The audit was completed and a report and order approving the report were issued on June 11, 2015 under TA 14-01a. Both were sent to Alaska USA on June 12, 2015.

C. Under five failed findings in the audit report, 64 violations of AS 21.34 were identified that are within the control of Alaska USA to correct in order to comply with Alaska insurance laws. However, only three findings with 29 violations in the 2014 audit were previously identified in the 2010 audit.

D 15-13
Alaska USA Insurance Brokers LLC

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2 D. The 29 violations of AS 21.34 subject Alaska USA to civil penalties under
3 AS 21.34.230.

4 II. TERMS OF AGREEMENT

5 1. The division agrees that the next audit performed on Alaska USA related hereto
6 will exclude any quarter ending before October 1, 2015.

7 2. For the TA 14-01a audit violations, Alaska USA agrees to pay a civil penalty
8 under AS 21.34.230 in the amount of \$30,000 with \$15,000 suspended. The unsuspended
9 penalty of \$15,000 is payable within three months from the time Alaska USA is notified that the
10 director has signed the order approving this agreement.

11 3. In the event Alaska USA is found to have violated the Alaska insurance laws
12 during the next audit, the suspended portion of the penalty referenced in paragraph 2 will be
13 reinstated. Alaska USA also will be subject to any and all sanctions authorized by the insurance
14 laws including imposing additional penalties.

15 4. By signing this agreement, Alaska USA understands and agrees that any failure to
16 comply with the terms of this agreement may be grounds to revoke, suspend, or non-renew
17 Alaska surplus lines broker and firm insurance producer license number 41210.

18 5. Alaska USA understands that this agreement is not binding on the parties unless
19 and until the director signs the order approving the agreement.

20 DATED: 8/28/15

DIVISION OF INSURANCE

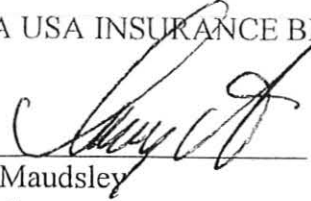
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24 By: Rebecca Nesheim
25 Rebecca Nesheim
26 Tax Auditor

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DATED: 8/26/2015

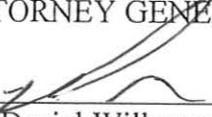
ALASKA USA INSURANCE BROKERS LLC

By: 
Tim Maudsley
President

Approved as to form and content:

DATED: 10/12/15

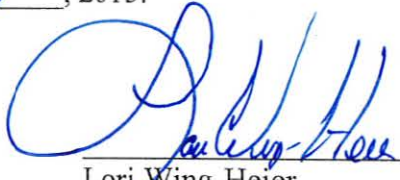
CRAIG W. RICHARDS
ATTORNEY GENERAL

By: 
Daniel Wilkerson
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 15th day of October, 2015.


Lori Wing-Heier
Director