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

In the Matter of:)
)
R T SPECIALTY LLC)
)
Licensee)
)

Case No. D 17-07

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and R T Specialty LLC (R T), the licensee
in this case, stipulate and agree to the following:

I. BACKGROUND

A. R T holds surplus lines broker and firm insurance producer license number 85645.

B. Under AS 21.06.120, the division performed a limited and targeted premium tax
audit of R T's surplus lines business for the period January 1, 2014 through December 31, 2015.
The audit was completed and a report and order approving the report were issued on January 17,
2017 under TA 16-03. Both were sent to R T on January 17, 2017.

C. Under four failed findings in the audit report, 36 violations of AS 21.34 were
identified that are within the control of R T to correct in order to comply with Alaska insurance
laws. However, only three findings with 22 violations in the 2016 audit were previously
identified in the 2012 audit.

D. The 22 violations of AS 21.34 subject R T to civil penalties under AS 21.34.230.

D 17-07
R T Specialty LLC

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
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II. TERMS OF AGREEMENT

1. The division agrees that the next audit performed on R T related hereto will exclude any quarter ending before January 1, 2017.

2. For the TA 16-03 audit violations, R T agrees to pay a civil penalty under AS 21.34.230 in the amount of \$30,000 with \$15,000 suspended. The unsuspended penalty of \$15,000 is payable within three months from the time R T is notified that the director has signed the order approving this agreement.

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

4. By signing this agreement, R T understands and agrees that any failure to comply with the terms of this agreement may be grounds to revoke, suspend, or non-renew Alaska surplus lines broker and firm insurance producer license number 85645.

5. R T understands that this agreement is not binding on the parties unless and until the director signs the order approving the agreement.

DATED: 7/31/17

DIVISION OF INSURANCE

By: Rebecca Nesheim
Rebecca Nesheim
Tax Auditor

DATED: 7.21.17

R T SPECIALTY LLC

By: [Signature]
Timothy W. Turner
Compliance Officer

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Approved as to form and content:

DATED: 8/2/17

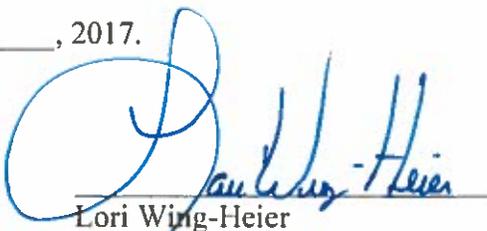
JAHNA LINDEMUTH
ATTORNEY GENERAL

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 11th day of August, 2017.


Lori Wing-Heier
Director