

STATE OF ALASKA  
DEPARTMENT OF COMMERCE, COMMUNITY AND ECONOMIC  
DEVELOPMENT  
DIVISION OF INSURANCE  
550 W. 7<sup>th</sup> AVENUE, SUITE 1560  
ANCHORAGE, ALASKA 99513-3567  
PHONE: (907) 269-7900

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DIVISION OF INSURANCE

550 W. 7<sup>th</sup> AVENUE, SUITE 1560  
ANCHORAGE, ALASKA 99501-3567

In the Matter of: )  
)  
UNITED CAR CARE INC )  
License # 69339 )  
Insurance Producer )  
)  
)  
\_\_\_\_\_ )

Division of Insurance Case No. D 22-09

STIPULATED AGREEMENT AND ORDER

The State of Alaska Division of Insurance (division) and United Car Care, Inc (UCC), the producer in this case, stipulate and agree to the following:

I. BACKGROUND

A. On February 9<sup>th</sup>, 2015, UCC received their initial Motor Vehicle Service Contract Provider license # 69339, authorizing UCC to provide service contracts in Alaska.

This license has an expiration date of June 1<sup>st</sup> in even numbered years.

B. On June 1<sup>st</sup>, 2022 UCC's license expired due to the registered agent information not being an individual in the state of Alaska, as required under AS 21.59.140(a).

United Car Care, Inc  
Stipulated Agreement and Order

1 The person listed in their renewal application, and all previous applications, was  
2 an individual located in the state of Arizona.

3 C. On June 6<sup>th</sup>, 2022 Sabrina Henry reached out to the division for a status update  
4 regarding their application. Information regarding the need for an updated  
5 registered agent was provided.  
6

7 D. On June 9<sup>th</sup>, 2022 an updated application was provided with an individual in the  
8 state of Alaska was provided. Due to the lapse in licensure, the division requested  
9 a copy of a business transaction form verifying activity while the firm did not  
10 hold a statutorily required license.  
11

12 E. On June 13<sup>th</sup>, 2022, the division reinstated the license so that the firm may resume  
13 business. The section still requested the business transaction form but wished to  
14 no longer delay the business of the firm.  
15

16 F. On June 14<sup>th</sup>, 2022 a business transaction form was supplied to the division  
17 indicating that 122 contracts were executed without a statutorily required license  
18 earning \$11,005 in compensation violating AS 21.59.150(b)  
19

20 G. On August 25<sup>th</sup>, 2022 the division provided UCC with a proposed agreement  
21 assessing a penalty in the amount of \$50,000 dollars to satisfy the penalties found  
22 in AS 21.59.200(e).  
23

## 24 II. TERMS OF AGREEMENT

25

26 A. Between June 1<sup>st</sup> and June 13<sup>th</sup>, 2022, 122 contracts were executed prior to the  
27 license issuance date and were in violation of AS 21.59.200, which subjects UCC  
28 to civil penalties. AS 21.59.200(e) provides that “a person found to have violated  
29

1 AS 21.59.110-21.59.290 may be assessed a civil penalty in an amount determined  
2 by the director not to exceed \$2,500 for each violation or, if the director  
3 determines that the person knowingly violated the provisions, \$5,000 for each  
4 violation. Penalties may not exceed \$50,000 in the aggregate for violations of a  
5 similar nature, except where the person knowingly violated the provisions of AS  
6 21.59.110-21.59.290.”  
7

8 B. On September 1<sup>st</sup>, 2022 Bernie Radochonski provided clarifying information  
9 requesting the division reduce the proposed fine amount. Among this information  
10 was indication that the division had previously accepted registered agents outside  
11 of Alaska in previous renewal cycles.  
12

13 C. On September 2<sup>nd</sup>, 2022, the division responded to UCC’s request and agreed to  
14 suspend more than half of the fee, resulting in a fine of \$20,000 with \$10,000  
15 suspended. The \$10,000 fine will be reinstated should the firm violate Alaska  
16 insurance code within the next year.  
17

18 D. On October 7<sup>th</sup>, 2022, UCC responded to the division’s request to move forward  
19 and enter into a formal agreement to pay the civil penalty of \$20,000 with  
20 \$10,000 suspended.  
21

22 E. UCC agrees to pay the civil penalty under AS 21.27.440 in the amount of \$20,000  
23 for activity that occurred prior to the issuance of the firm license with \$10,000  
24 suspended.  
25

26 F. In the event UCC violates Alaska insurance laws during the next year, the  
27 suspended portion of the penalty will be reinstated. UCC will be subject to any  
28 and all sanctions authorized by the insurance laws including imposition of  
29 additional penalties regarding any such violation.

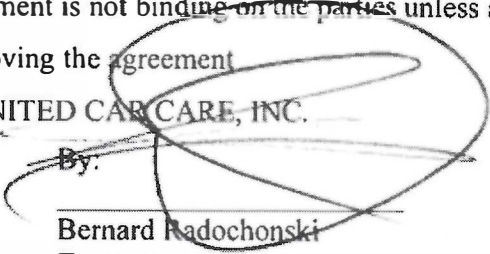
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G. UCC understands that this agreement is not binding on the parties unless and until the director signs the order approving the agreement

DATED: 10/24/2022

UNITED CAR CARE, INC.


By:

  
Bernard Radochonski  
Treasurer

Approved as to form and content:

DATED: 11-1-2022


By:

  
Susan Mitchell  
Assistant Attorney General

ORDER

IT IS FURTHER ORDERED that this Stipulated Agreement and Order is adopted in full resolution of the civil liability issues between the parties to this agreement in these cases and shall constitute the final order in these matters.

DATED this 3<sup>rd</sup> day of November, 2022.

  
Lori K. Wing-Heier  
Director, Division of Insurance