DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT

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STATE OF ALASKA

DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT DIVISION OF INSURANCE

In the Matter of:	
CHI OF ALASKA, INC.,	
Licensee.	;

Case No. D 02-07

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and CHI of Alaska, Inc. (CHI), the licensee in this case, stipulate and agree that the failure to properly register its branch location on Old Seward Highway, and the unlicensed activity that occurred before this location was properly registered are resolved as follows:

- 1. CHI admits that before its firm branch location (Old Seward) became registered, effective April 9, 2002, the Old Seward location transacted the business of insurance, in violation of AS 21.27.140 and 21.27.330.
- 2. Prior to this instance, CHI has not engaged in unlicensed activity elsewhere.
- 3. CHI agrees to pay a civil penalty under AS 21.27.440(a) of \$4,000, for the unlicensed activity that occurred at the Old Seward branch, with \$2,000 suspended. The unsuspended portion of the penalty is due at the time this agreement and order is signed by the director.

4. In the event CHI violates the insurance code or applicable regulations
during the next two years (in particular, conducts any sort of unlicensed activity), the suspended
portion of the fine referenced in paragraph 3 will be reinstated. CHI also will be subject to any
and all sanctions authorized by the insurance code including imposition of additional fines or
penalties.

- 5. By signing this agreement, CHI understands and agrees that any failure to comply with the conditions of this agreement will be grounds to revoke, suspend, or not renew Alaska insurance license #27457.
- 6. CHI understands that this agreement is not binding on the parties unless and until the director signs the order approving the agreement.

DATED: 9/30/2

DIVISION OF INSURANCE

By:

Linda Brunette

Licensing Supervisor

DATED: 9/3/02

CHI OF ALASKA, INC.

By:

Paul Aouston

Compliance Officer

	2	Approved as to form and content:
	3	BRUCE M. BOTELHO
	4	DATED: 9/5/02 ATTORNEY GENERAL
	5	At I wh
	6	By: Nathaniel B. Atwood
	7	Assistant Attorney General
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	9	
	10	<u>ORDER</u>
	11	IT IS ORDERED that this Stipulated Agreement and Order is adopted in full
	12	resolution of the issues in this case, and shall constitute the final order in this matter.
	13	DATED this, 2002.
	14	
TDD: (907) 465-5437	15	Kolett VI Fel
(206) :	16	Robert A. Lohr Director of Insurance
TDC	17	
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