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STATE OF ALASKA
DEPARTMENT OF COMMUNITY & ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE

In re:)
)
APPLICATION FOR LICENSE)
OF WARREN ERIC CROSSEN,)
4838 Bryn Mawr Ct., Apt. 2)
Anchorage, AK 99508.)
_____)

Case No. LD 03-03

In re:)
)
APPLICATION FOR WAIVER)
UNDER 18 U.S.C. 1033(e)(2))
OF WARREN ERIC CROSSEN.)
_____)

Case No. W 03-03

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division), Warren Eric Crossen, (Mr. Crossen), and Terry Shupe (Mr. Shupe), stipulate and agree to the following:

I. BACKGROUND

A. On or about December 2, 2002, the division received an application for an individual insurance producer license for life/health authority from Mr. Crossen.

B. Question 38(1) of the application asks "Have you ever been convicted of, or are you currently charged with committing a crime, whether or not adjudication was withheld?" At the end of question 38(1) is the following: "If you have answered yes, you must

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2 attach to this application: a) a written statement explaining the circumstances of each incident,
3 b) a copy of the charging document, and c) a copy of the official document which
4 demonstrates the resolution of the charges or any final judgment.”

5 C. Because Mr. Crossen answered “yes” to question 38(1) on the
6 application, he submitted the required information. He disclosed a felony criminal conviction
7 for Felony Possession of Burglary Tools (1972) and several misdemeanor convictions (1980-
8 1981). He stated that convictions occurred as a result of his drinking problems. The felony
9 conviction occurred in Virginia when Mr. Crossen was 18 years old and the misdemeanor
10 convictions occurred in Kodiak, Alaska.

11 D. The court records indicated that Mr. Crossen pled guilty to the felony charge,
12 and he was sentenced to 12 months at a city prison farm. He was released after completing eight
13 months of his sentence, having been given four months off for good behavior. Subsequent to the
14 convictions, he began participating in Alcoholics Anonymous (AA), and has been a sober and active
15 member of AA for over 20 years. For more than ten years, he has been on the AA “on-call list”
16 providing assistance and support to newly sober alcoholics and those who are in crisis.

17 E. The statements Mr. Crossen provided to the division indicate that he has
18 rehabilitated himself. These statements are supported by character references from individuals
19 who know him.
20

21 F. Because Mr. Crossen’s felony conviction was for a crime of dishonesty,
22 under 18 U.S.C. 1033(e)(2) he is required to obtain the director’s express consent to work in the
23 business of insurance. By application received by the division on January 13, 2003, Mr.
24 Crossen requested the director’s consent to work in the business of insurance, as required under
25

1 18 U.S.C. 1033(e)(2) and, then and on February 12, 2003, he submitted information in support
2 of his request.

3
4 G. The director has fully reviewed Mr. Crossen's file, including the
5 circumstances of his convictions and his efforts to rehabilitate himself.

6 II. TERMS OF AGREEMENT

7 1. Under separate letter, the director will grant written consent allowing Mr.
8 Crossen to engage in the business of insurance under 18 U.S.C. 1033(e)(2), which is
9 conditioned on Mr. Crossen complying with the terms of this agreement, not violating the
10 insurance code or regulations, and not committing any crimes in the future involving dishonesty
11 or breach of trust or that otherwise bear on his trustworthiness or competency to hold an
12 insurance license.

13
14 2. The division will issue an individual insurance producer license for
15 life/health authority to Mr. Crossen subject to the following conditions:

16 a. Within six months of the date the director signs the order
17 approving this agreement, Mr. Crossen will successfully complete a course in professional
18 ethics in insurance that has been approved in advance by the director or her designee and
19 provide proof of that completion to the division.

20 b. Mr. Crossen may not be licensed as a compliance officer of an
21 insurance firm for a period of five years from the issuance of his license.

22 c. Should Mr. Crossen attempt to change his place of employment
23 at any time within three years from the issuance of his license, he must first provide each new
24 employer with a copy of this agreement, and then provide the director with a letter from the
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compliance officer of his new employer agreeing to assume the obligations of the compliance officer under this agreement.

3. By signing this agreement, Mr. Crossen and Mr. Shupe understand and agree that any failure to comply with the terms of this agreement may be grounds to revoke, suspend, or non-renew Mr. Crossen's Alaska insurance license.

DATED: 3/28/03

DIVISION OF INSURANCE

By: Linda Brunette
Linda Brunette
Program Coordinator

DATED: 3/25/03

Warren Eric Crossen
Warren Eric Crossen

DATED: 3/25/03

MEGA LIFE AND HEALTH
INSURANCE COMPANY

By: Terry Shupe
Terry Shupe
District Manager for Alaska

Approved as to form and content:

DATED: 3/25/03

GREGG D. RENKES
ATTORNEY GENERAL

By: Nathaniel B. Atwood
Nathaniel B. Atwood
Assistant Attorney General

STATE OF ALASKA
DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE
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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 5th day of April, 2003.



Linda S. Hall
Director