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BEFORE THE INSURANCE COMMISSIONER OF THE STATE OF UTAH

UTAH INSURANCE DEPARTMENT,

STIPULATION AND ORDER

Complainant,

REBEL BAIL BONDS, INC.

vs.

Docket No. 2015-008 BB

Enforcement Case No. 3579

License No. 97875,

Judge Mark Kleinflied Administrative Law Judge

Respondent.

The Utah Insurance Department ("Department"), by and through its attorney, Perri Ann Babalis, Assistant Attorney General, and Rebel Bail Bonds, Inc. ("Respondent"), a licensed resident limited line producer organization, hereby stipulate and agree as follows:

STIPULATION

- Respondent, Rebel Bail Bonds, Inc., is a licensed resident limited line producer organization, holding license number 97875. Respondent's mailing address is
- Respondent admits that the Utah Insurance Commissioner has jurisdiction over Respondent and over the subject matter of this action.
- 3. Respondent acknowledges notice of agency action pursuant to Utah Code Ann. § 63G-4-210; further acknowledges that this Stipulation and Order is an informal proceeding pursuant to Utah Code Ann. § 63G-4-202; and waives the right to any hearing in this matter.
- Respondent affirms that Respondent enters into this stipulation voluntarily and knowingly.
- 5. Respondent affirms that the only promises, agreements, or understandings the Respondent has obtained from the Department or from an agent or representative of the Department regarding this stipulation are contained herein.
- 6. Respondent acknowledges that Respondent has the right to be represented by legal counsel and that Respondent has consulted legal counsel with regards to this stipulation, or has specifically chosen not to seek the advice of counsel.
- 7. The parties acknowledge that upon approval by the Respondent and the Department, this stipulation shall be made a part of the attached final Order, and shall be the final compromise and settlement of this matter, and is not subject to agency review, reconsideration, renegotiation, modification, appeal, or hearing.

- 8. Respondent admits that Thad R. Ellis, a limited line producer individual, was writing bail for Respondent when Mr. Ellis' license lapsed on June 30, 2013. When Mr. Ellis' license lapsed, his association with Rebel Bail Bonds was automatically terminated on SIRCON.
- 9. Respondent admits that Mr. Ellis renewed is license on July 12, 2013, but Respondent failed to reinstate Mr. Ellis' association with Rebel Bail Bonds.
- 10. Respondent admits that it did not reappoint Mr. Ellis as its agent until October 15, 2014.
- 11. Respondent admits that Mr. Ellis wrote approximately 610 bonds and earned approximately \$266,268.00 in premium while under the authority of Respondent and not being properly designated as a producer for Respondent.
- 12. Respondent admits that the above acts and practices constitute violations of the Utah Insurance Code. Specifically, Respondent admits that Respondent has violated:
- a. Utah Code Ann. § 31A-23a-302, in that Respondent failed to designate an individual to an agency; and
- b. Utah Administrative Code, Rule 590-186-6, in that Respondent failed to issue bail bonds only through a licensed bail agent appointed to the insurer.
- 13. As full settlement of all of the issues raised in the stipulation, Respondent agrees to pay a forfeiture of \$10,000.00 to the Department, due within 30 days from the date of the Order.

DATED this 3 day of FEBRUARY, 2015.

Rebel Bail Bonds, Inc.

Respondent

DATED this 10th day of February, 2015. SEAN D. REYES Attorney General Entalio Perri Ann Babalis Assistant Attorney General Based upon the foregoing Stipulation, the Administrative Law Judge hereby enters the following: ORDER IT IS HEREBY ORDERED: 1. Respondent, Rebel Bail Bonds, Inc., is ordered to pay a forfeiture in the amount of \$10,000.00, which amount is due and owing to the Department within 30 days of the date of this TODD E. KISER INSURANCE COMMISSIONER MARK E. KLEINFIELD, Esq. Administrative Law Judge Utah Insurance Department

Order.

State Office Building, Room 3110 Salt Lake City, Utah 84114 Telephone (801) 538-3800 Email: mkleinfield@utah.gov

NOTIFICATIONS

- 1. Respondent is hereby notified that failure to abide by the terms of this Order may subject you to further penalties, including additional forfeitures of up to \$2,500.00 per violation.
- 2. You are further notified that other jurisdictions in which you may be licensed may require that you report this action to them.