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BEFORE THE UTAH INSURANCE COMMISSIONER

UTAH INSURANCE DEPARTMENT,	NOTICE OF AGENCY ACTION AND ORDER	
Complainant,		
VS.		
	Docket No. 2023-4509	
DELRIC DAMON ELLINGTON,		
	Donald H. Hansen	
Respondent.	Administrative Law Judge/Presiding Officer	

NOTICE OF AGENCY ACTION

The Utah Insurance Department ("the Department") commences this agency action as an informal adjudicative proceeding against Respondent Delric Damon Ellington ("Respondent") pursuant to Utah Code §§ 31A-2-201 and 63G-4-201 through -203 and to Utah Admin. Code R590-160.

This agency action is based on the facts and law set forth in the attached Declaration and is designated as an informal adjudicative proceeding pursuant to Utah Code § 63G-4-202(1) and Utah Admin. Code R590-160-4 and -7.

ORDER

Based on the facts and the law set forth in the attached Declaration, and good cause appearing, the Utah Insurance Commissioner orders as follows:

1. Respondent's application to renew his Utah resident producer individual insurance

license is denied.

2. Pursuant to Utah Code § 63G-4-203(1)(i) and Utah Admin. Code R590-160-7(1), this

informal adjudicative proceeding shall be closed, and this Order shall become final and take full

effect, 15 days after this Notice of Agency Action and Order is emailed to Respondent unless a

request for a hearing on this matter is received from Respondent prior to that date.

3. A request for a hearing shall be in writing and sent by email to

uidadmincases@utah.gov or by U.S. mail to Office of the Administrative Law Judge, Utah

Insurance Department, 4315 S. 2700 W., Taylorsville, UT 84129.

4. The request for hearing shall state the basis for the relief requested.

5. If you fail to request a hearing you will be bound by this Order. Failure to request a

hearing is a failure to exhaust administrative remedies and precludes any further administrative

or judicial review or appeal of this matter.

DATED this 9th day of May, 2023.

JONATHAN T. PIKE

Utah Insurance Commissioner

/s/ Donald H. Hansen

DONALD H. HANSEN

Administrative Law Judge/Presiding Officer

Utah Insurance Department

4315 S. 2700 W., Suite 2300

Taylorsville, UT 84129

Telephone: (801) 957-9321

Email: uidadmincases@utah.gov

NOTICE REGARDING ENFORCEMENT OF THE ORDER

Failure to obey the Order may subject you to further penalties that include a forfeiture of up to \$2,500 per violation, with each day of the violation constituting a separate violation. Other penalties for failing to obey this Order include license suspension, probation, refusal to renew, or revocation. Failure to obey this Order may also result in an action taken against you in a court of competent jurisdiction where forfeitures of up \$10,000 for each day the failure to comply continues until judgement is rendered. If you are licensed in other jurisdictions, you may be required to report this proceeding to those jurisdictions.

DECLARATION

Under criminal penalty of Utah law, I, Randy Overstreet, declare the following:

- 1. I am currently employed as Manager of Producer Licensing in the Financial Regulation & Licensing Division with the Utah Insurance Department ("Department") where my responsibilities include investigating and enforcing Utah insurance laws.
- 2. I submit this Declaration as the basis for issuing the Notice of Agency Action and Order against Delric Damon Ellington ("Respondent") to which this Declaration is attached.
- 3. Based on my personal knowledge and/or based on the facts appearing in the Department's records and files, the following facts are true:
 - a. Respondent holds Utah resident producer individual license number 841253, issued on April 8, 2021.
 - b. Respondent applied to renew his Utah resident producer individual insurance license on April 26, 2023.
 - c. Respondent answered "yes" to the question that asked whether he had an outstanding child support obligation in arrearage which had not been previously reported to the Department and indicated that he was 10 months in arrearage.
 - d. On January 25, 2023, a paperless child support lien was filed and a monetary judgment entered against Respondent. As of April 5, 2023, the modified judgment amount was \$15,272.01. Based upon the court documents that I have reviewed, this judgment remains outstanding.
 - e. On or about June 20, 2022, a paperless tax lien was filed and a monetary judgment entered against Respondent for income tax due from tax year 2016 in the amount of \$2,088.30. Based upon the court documents that I reviewed, this judgment remains

outstanding. *See* <u>Utah State Tax Commission vs. Delric D. Ellington</u>, case no. 226916691, Third District Court – Salt Lake, Salt Lake County, State of Utah.

- f. On or about June 20, 2022, a paperless tax lien was filed and a monetary judgment entered against Respondent for income tax due from tax year 2017 in the amount of \$2,096.34. Based upon the court documents that I reviewed, this judgment remains outstanding. *See* <u>Utah State Tax Commission vs. Delric D. Ellington</u>, case no. 226916257, Third District Court Salt Lake, Salt Lake County, State of Utah.
- g. On or about June 20, 2022, a paperless tax lien was filed and a monetary judgment entered against Respondent for income tax due from tax year 2018 in the amount of \$1,143.49. Based upon the court documents that I reviewed, this judgment remains outstanding. *See* <u>Utah State Tax Commission vs. Delric D. Ellington</u>, case no. 226917110, Third District Court Salt Lake, Salt Lake County, State of Utah.
- h. On or about June 20, 2022, a paperless tax lien was filed and a monetary judgment entered against Respondent for income tax due from tax year 2019 in the amount of \$2,010.15. Based upon the court documents that I reviewed, this judgment remains outstanding. *See* <u>Utah State Tax Commission vs. Delric D. Ellington</u>, case no. 226917140, Third District Court Salt Lake, Salt Lake County, State of Utah.
- 4. The above declared facts demonstrate that the following Utah insurance laws were not complied with:
 - a. Utah Code § 31A-23a-111(5)(b)(xxi), failing to comply with an administrative or court order imposing a child support obligation;
 - b. Utah Code § 31A-23a-111(5)(b)(xxii), failing to pay state income tax, or to comply with an administrative or court order directing payment of state income tax;

- c. Utah Code § 31A-23a-111(5)(b)(iv), failing to pay a final judgment rendered against Respondent within 60 days after the day on which the judgment became final; and
- d. Utah Code § 31A-23a-111(5)(b)(ii), violating an insurance statute.
- 5. Based on the facts and law set forth above, Respondent's application to renew his resident producer individual insurance license should be denied.

Signed on this 8th day of May 2023, in Salt Lake City, Salt Lake County, State of Utah.

/s/ Randy Overstreet

Randy Overstreet, Manager, Producer Licensing Financial Regulation & Licensing Division Utah Insurance Department

CERTIFICATE OF SERVICE

The undersigned hereby certifies that on this date a true and correct copy of the foregoing

Notice of Agency Action and Order, with the Declaration attached to it, was emailed to:

Delric Ellington

Randy Overstreet

Utah Insurance Department 4315 S. 2700 W., Suite 2300 Taylorsville, UT 84129

and

Helen Frohlich
hfrohlich@agutah.gov
160 E. 300 S., 5th Floor
P.O. Box 140874
Salt Lake City, UT 84114-0874

DATED this 9th day of May, 2023.

/s/ Jeanine Couser

Jeanine Couser Utah Insurance Department 4315 S. 2700 W., Suite 2300 Taylorsville, UT 84129 (801) 957-9321