

1 authority that has not previously been disclosed by you to this agency in a
2 license application?

3 4. Respondent answered "No" to Question B on the 1998
4 Application.

5 5. Part II, Question D (5) of the 1998 Application asks: Have you
6 had any judgment, order or other determination including any conviction
7 issued or made against you in any criminal, civil, administrative or other
8 judicial or quasi-judicial proceeding of any kind in any jurisdiction that
9 has not previously been disclosed by you to this agency in a license
10 application based on any of the following: (5) Any cause arising out of an
11 insurance transaction?

12 6. Respondent answered "No" to Question D (5) on the 1998
13 Application.

14 7. On or about September 8, 1998, the Illinois Department of
15 Insurance issued a Stipulation and Consent Order In the Matter of John H.
16 Camlin Co., alleging that Respondent and five other individuals, individually
17 and on behalf of John H. Camlin Company represented an unauthorized
18 insurer without being properly licensed as surplus lines brokers and
19 assessed a \$5,000 civil penalty.

20 8. Respondent failed to disclose the 1998 Illinois Order on his
21 1998 renewal Application. Respondent represented that on or about
22 November 19, 1998, his firm advised the Department of the Illinois order but
23 failed to identify the individuals, including Respondent, by name.

24 CONCLUSIONS OF LAW

25 1. The Director has jurisdiction over this matter.

26 2. Respondent's conduct constitutes misrepresentation or fraud in
27 obtaining or attempting to obtain any insurance license, within the meaning
28 of A.R.S. §20-316(A)(3).

