FINAL ORDER Effective: 5-22-12

# BEFORE THE COMMISSIONER OF INSURANCE OF THE STATE OF KANSAS

In the Matter of the Kansas Resident Insurance Agent's License of JOSEPH T. McGILL, NPN 16136144

Docket No. 4442--SO

#### SUMMARY ORDER (Pursuant to K.S.A. 40-4909 and K.S.A. 77-537)

)

Pursuant to authority granted to the Commissioner of Insurance ("Commissioner") by K.S.A. 40-4909, the Commissioner hereby proposes to find facts and revoke the Kansas resident insurance agent's license of Joseph T. McGill ("Respondent") by way of Summary Order as provided by K.S.A. 77-537.

## **Findings of Fact**

1. Records maintained by the Kansas Insurance Department ("KID") reflect that Respondent is licensed as a resident insurance agent in the state of Kansas and has been so licensed since February 2, 2011.

2. Respondent's legal and mailing address of record is 8415 W. Hickory Lane, Wichita, KS 67212-3250.

3. Following investigation, the Commissioner has no reason to believe that protection of the public interest requires the Commissioner to give notice and opportunity to participate to anyone other than Respondent.

4. Following investigation, the Commissioner finds evidence sufficient to support the following facts:

5. On March 9, 2012, Respondent was convicted of aggravated sexual battery, a felony, and misdemeanor sexual battery, a misdemeanor, sentenced to probation, and ordered to register as a sex offender.

6. Respondent did not report the conviction to KID within 30 days as required by K.A.R. §40-7-9(d), and has not reported it to date.

1

7. By letter dated April 10, 2012, and addressed to Respondent at his address of record, counsel for KID invited Respondent to reply in writing by mail or email if he disputed the foregoing facts.

8. To date, Respondent has not replied, and the letter has not been returned; thus, the facts are deemed to be undisputed.

#### Applicable Law

9. K.S.A. 40-4909(a) provides, in relevant part:

"The commissioner may deny, suspend, revoke or refuse renewal of any license issued under this act if the commissioner finds that the applicant or license holder has . . .

(2) Violated: (A) Any provision of chapter 40 of the Kansas Statutes Annotated, and amendments thereto, or any rule and regulation promulgated thereunder;

(6) Been convicted of a misdemeanor or felony. . . ." K.S.A. 2010 Supp. 40-4909(a).

10. K.A.R. §40-7-9 requires a licensee to report criminal convictions to the Commissioner within 30 days of the occurrence. K.A.R. §40-7-9(d).

11. In addition, the Commissioner may revoke any license issued under the Insurance Agents Licensing Act if the Commissioner finds that the interests of the insurer or the insurable interests of the public are not properly served under such license. K.S.A. 2010 Supp. 40-4909(b).

## **Conclusions of Law**

12. The Commissioner has jurisdiction over Respondent as well as the subject matter of this proceeding, and such proceeding is held in the public interest.

13. The Commissioner finds that Respondent's license may be revoked pursuant to K.S.A. 40-4909(a)(6) because Respondent has been convicted of a felony and a misdemeanor.

14. The Commissioner finds that Respondent's license may be revoked pursuant to K.S.A. 40-4909(a)(2)(A) because Respondent has failed to report the convictions as required by K.A.R. §40-7-9(d).

15. Based on the foregoing findings, the Commissioner concludes that sufficient grounds exist for the revocation of Respondent's insurance agent license pursuant to K.S.A. 2010 Supp. 40-4909(a).

2

16. Further, the Commissioner finds that Respondent's license should be revoked pursuant to K.S.A. 40-4909(b) because it is not serving the interests of the insurer or the insurable interests of the public.

17. Based on the facts and circumstances set forth herein, it appears that the use of summary proceedings in this matter is appropriate, in accordance with the provisions set forth in K.S.A. 77-537(a), in that the use of summary proceedings does not violate any provision of the law, the protection of the public interest does not require the KID to give notice and opportunity to participate to persons other than Respondent, and after investigation, KID believes in good faith that the allegations will be supported to the applicable standard of proof.

#### Policy to be Served

Before issuing an insurance agent license, the Commissioner must determine that the applicant is qualified and has not committed any act that would be grounds for denial, suspension, or revocation. K.S.A. 40-4905(b). Further, the Commissioner may revoke any license issued under the Insurance Agents Licensing Act if the Commissioner finds that the interests of the insurer or the insurable interests of the public are not properly served under the license. The following action is appropriate to promote the security and integrity of the insurance business and protect insurance consumers by licensing, or continuing to license, persons or entities to sell, solicit, or negotiate insurance in the State of Kansas only if their conduct indicates they are both qualified and trustworthy.

THE COMMISSIONER OF INSURANCE THEREFORE ORDERS that the Kansas resident insurance agent's license of JOSEPH T. McGILL is hereby **REVOKED**, and **JOSEPH T. McGILL** shall **CEASE and DESIST** from the sale, solicitation, or negotiation of insurance, receiving compensation deriving from the sale, solicitation, or negotiation of insurance conducted on and after the effective date of this order, or performing any act toward the solicitation of or transaction of any business of insurance from and after the effective date of this order.

It is further ordered, pursuant to KSA 77-415(b)(2)(A), that this order is designated by KID as precedent.

3

# IT IS SO ORDERED THIS \_\_4th\_\_ DAY OF MAY 2012, IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



\_/s/ Sandy Praeger\_\_\_\_\_ Sandy Praeger Commissioner of Insurance

BY:

\_/s/ Zachary J.C. Anshutz\_\_\_\_\_ Zachary J.C. Anshutz General Counsel

## NOTICE OF RIGHTS TO HEARING AND REVIEW

Within fifteen (15) days of the date of service of this Summary Order, **Respondent** may submit a written request for a hearing pursuant to K.S.A. 77-537 and K.S.A. 77-542. Any request for a hearing should be addressed to the following:

Zachary J.C. Anshutz, General Counsel Kansas Insurance Department 420 S.W. 9<sup>th</sup> Street Topeka, Kansas 66612

If a hearing is requested, the Kansas Insurance Department will serve notice of the time and place of the hearing and information on procedures, right of representation, and other rights of parties relating to the conduct of the hearing.

If a hearing is not requested in the time and manner stated above, this Summary Order shall become effective as a Final Order upon the expiration of time for requesting a hearing. In the event Respondent files a Petition for Judicial Review, pursuant to K.S.A. 77-613(e), the agency officer to be served on behalf of the Kansas Insurance Department is

Zachary J.C. Anshutz, General Counsel Kansas Insurance Department 420 S.W. 9<sup>th</sup> Street Topeka, Kansas 66612

#### **Certificate of Service**

The undersigned hereby certifies that she served a true and correct copy of the above and foregoing <u>Summary Order</u> and accompanying <u>Notice of Rights</u> on this \_4th\_ day of May 2012 by causing the same to be placed in the United States Mail, first class postage prepaid, addressed to the following:

Joseph T. McGill 8415 W. Hickory Lane Wichita, KS 67202-3250

> \_/s/ Brenda J. Clary\_\_\_\_\_ Brenda J. Clary Staff Attorney