

STATE OF ARIZONA

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FILED

DEPARTMENT OF INSURANCE

MAY 25 2016

In the Matter of:

DEPT OF INSURANCE
BY MS

HUNTER, CHAD M
(Arizona License Number 1136387)
(National Producer Number 17015058)

No. 16A-011-INS

CONSENT ORDER

Respondent.

The State of Arizona Department of Insurance ("Department") has received evidence that **Chad M. Hunter ("Respondent")** violated provisions of Title 20, Arizona Revised Statutes. Respondent wishes to resolve this matter without the commencement of formal proceedings, and admits the following Findings of Fact are true and consents to entry of the following Conclusions of Law and Order.

FINDINGS OF FACT

1. Respondent is, and was at all material times, licensed as an Arizona non-resident property and casualty insurance producer, Arizona license number 1136387, which expires on February 28, 2019. Respondent first became licensed with the Department on January 18, 2016.

2. Respondent's addresses of record are: Boat/U.S., Inc., 880 S. Pickett St., Alexandria, VA 22304-4606 (business) and 5901 Montrose Rd., S105, Rockville, MD 20852 (mailing).

3. On or about January 18, 2016, Respondent submitted a Non-resident License Application to the Department through the National Insurance Producer Registry ("Application"). The Background Questions of the Application asks: 1.B. Have you ever been

1 convicted of a felony, had a judgment withheld or deferred, or are you currently charged with
2 committing a felony? You may exclude juvenile adjudications (offenses where you were
3 adjudicated delinquent in a juvenile court). Respondent answered "No" to Question 1.B.

4 4. The Attestation section of the Application states: 1. I hereby certify that, under
5 penalty of perjury, all of the information submitted in this application and attachments is true
6 and complete. I am aware that submitted false information or omitting pertinent or material
7 information in connection with this application is grounds for license revocation or denial of the
8 license and may subject me to civil or criminal penalties. Respondent answered "Yes" to
9 "Applicants Certification and Attestation."

10 **11BA-CR00250-01**

11 5. On or about August 29, 2011, the 13th Judicial Circuit Court, Boone County,
12 Missouri ("Court"), entered a Judgment in State of Missouri v. Chad M. Hunter, 11BA-
13 CR00250-01 ("11BA-CR00250-01"). The Court convicted Respondent of Fraudulently
14 Attempting to Obtain a Controlled Substance, a class D felony.

15 6. On or about March 21, 2016, Respondent notified the Department of the criminal
16 prosecution.

17 **CONCLUSIONS OF LAW**

18 1. The Interim Director has jurisdiction over this matter.

19 2. Respondent's conduct, as described above, constitutes providing incorrect,
20 misleading, incomplete or materially untrue information in the license application, within the
21 meaning of A.R.S. § 20-295(A)(1).

22 3. Respondent's conduct, as described above, constitutes having been convicted of
23 a felony, within the meaning of A.R.S. § 20-295(A)(6).

1 4. Grounds exist for the Director to deny, suspend for not more than twelve months,
2 revoke, or refuse to renew an insurance producer's license pursuant to A.R.S. § 20-295(A).

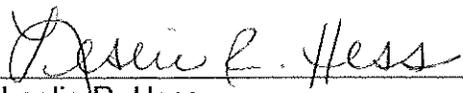
3 5. Grounds exist for the Director, in addition to or instead of any suspension,
4 revocation or refusal to renew, impose a civil penalty of not more than two hundred fifty
5 dollars for each unintentional failure or violation, up to an aggregate civil penalty of two
6 thousand five hundred dollars, or impose a civil penalty of not more than two thousand five
7 hundred dollars for each intentional failure or violation, up to an aggregate civil penalty of
8 fifteen thousand dollars, within the meaning of A.R.S. § 20-295(F).

9 **ORDER**

10 IT IS HEREBY ORDERED THAT:

11 1. Respondent shall immediately pay a civil penalty of \$250.00 for deposit into the
12 State General Fund.

13 DATED AND EFFECTIVE this 23rd day of May, 2016.

14 
15 _____
16 Leslie R. Hess
17 Interim Director of Insurance

18 **CONSENT TO ORDER**

19 1. Respondent has reviewed the foregoing Findings of Fact, Conclusions of Law
20 and Order.

21 2. Respondent admits the jurisdiction of the Director of Insurance, State of Arizona,
22 and admits the foregoing Findings of Fact and consents to the entry of the foregoing
23 Conclusions of Law and Order.

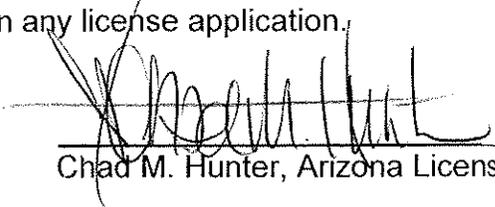
1 3. Respondent is aware of his right to notice and a hearing at which he may be
2 represented by counsel, present evidence and examine witnesses. Respondent irrevocably
3 waives his right to such notice and hearing and to any court appeals relating to this Consent
4 Order.

5 4. Respondent states that no promise of any kind or nature whatsoever, except as
6 expressly contained in this Consent Order, was made to him to induce him to enter into this
7 Consent Order and that he has entered into this Consent Order voluntarily.

8 5. Respondent acknowledges that the acceptance of this Consent Order by the
9 Director is solely to settle this matter against him and does not preclude any other agency,
10 including the Department, officer, or subdivision of this state or this agency from instituting civil
11 or criminal proceedings as may be appropriate now or in the future.

12 6. Respondent acknowledges that this Consent Order is an administrative action
13 the Department will report to the National Association of Insurance Commissioners (NAIC).
14 Respondent further acknowledges that he must report this administrative action to
15 any and all states in which she holds an insurance license and must disclose this
16 administrative action on any license application.

17 5/20/16
Date


Chad M. Hunter, Arizona License # 1136387

19 COPIES of the foregoing mailed/delivered
20 this 25th day of May, 2016, to:

21 Chad M. Hunter
22 5901 Montrose Rd., S105
23 Rockville, MD 20852
Respondent

1 Mary E. Kosinski, Executive Assistant for Regulatory Affairs
Catherine M. O'Neil, Consumer Legal Affairs Officer
2 Steven Fromholtz, Assistant Director – Consumer Protection Division
Department of Insurance
3 2910 North 44th Street, Suite 210
Phoenix, Arizona 85018

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Maidene Scheiner

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