

No. 2017-4976

OFFICIAL ORDER
of the
TEXAS COMMISSIONER OF INSURANCE

Date: MAR 06 2017

Subject Considered:

DISTINGUISHED PROGRAMS INSURANCE BROKERAGE, LLC
1180 Avenue of the Americas, Suite 16
New York, New York 10036

CONSENT ORDER
TDI ENFORCEMENT FILE NO. 11671

General remarks and official action taken:

The commissioner of insurance considers disciplinary action against Distinguished Programs Insurance Brokerage, LLC for failure to timely file new or renewal surplus lines insurance policies with the Surplus Lines Stamping Office of Texas.

Waiver

Distinguished Programs Insurance Brokerage, LLC acknowledges that the Texas Insurance Code and other applicable law provide certain rights. Distinguished Programs Insurance Brokerage, LLC waives all of these rights, and any other applicable procedural rights, in consideration of the entry of this consent order.

Findings of Fact

1. Distinguished Programs Insurance Brokerage, LLC, organization identification number 17326, holds a surplus lines license issued by the Texas Department of Insurance.
2. TEX. INS. CODE § 981.105(a) states that, a surplus lines insurance agent must file with the Surplus Lines Stamping Office of Texas either:
 - a. a copy of the policy issued, or
 - b. if the policy has not yet been issued, a copy of the certificate, cover note, or other confirmation of insurance delivered to the insured.

This information is due not later than the 60th day after the later of the effective date or the issue date of new or renewal surplus lines insurance.

3. In 2015, Distinguished Programs Insurance Brokerage, LLC filed surplus lines policies late.

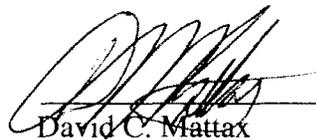
4. Distinguished self-audited, identified the late filing issue and self-reported the oversight to the Texas Department of Insurance and the Surplus Lines Stamping Office of Texas.

Conclusions of Law

1. The commissioner of insurance has jurisdiction over this matter pursuant to TEX. INS. CODE § 981.105.
2. The commissioner of insurance has authority to informally dispose of this matter under TEX. INS. CODE § 82.055, TEX. GOV'T CODE § 2001.056, and 28 TEX. ADMIN. CODE § 1.47.
3. Distinguished Programs Insurance Brokerage, LLC has knowingly and voluntarily waived all procedural rights to which it may have been entitled regarding the entry of this order, including, but not limited to, issuance and service of notice of intention to institute disciplinary action, notice of hearing, a public hearing, a proposal for decision, rehearing by the commissioner, and judicial review.
4. Distinguished Programs Insurance Brokerage, LLC violated TEX. INS. CODE § 981.105(a) by failing to timely file new or renewal surplus lines policies and related documents.

The commissioner orders Distinguished Programs Insurance Brokerage, LLC to pay an administrative penalty of \$12,250. The administrative penalty must be paid within 30 days from the date of this order. The administrative penalty must be paid by cashier's check or money order made payable to the "State of Texas." Mail the administrative penalty to the Texas Department of Insurance, Attn: Enforcement Section, Division 40111, MC 9999, P.O. Box 149104, Austin, Texas 78714-9104.

The commissioner further orders Distinguished Programs Insurance Brokerage, LLC to implement internal policies, procedures, and other safeguards designed to ensure future surplus lines policies and related documents are timely filed in compliance with TEX. INS. CODE § 981.105(a).



David C. Mattax

Commissioner of Insurance

By: Kevin Brady, Deputy Commissioner

Delegation Order 4506

For the Department:



Whitney A. Fraser, Staff Attorney

