

No. **2024-8860**

**Official Order
of the
Texas Commissioner of Insurance**

Date: 09/26/2024

Subject Considered:

Arthur J. Gallagher Risk Management Services, LLC
BSD Licensing
2850 Golf Road
Rolling Meadows, Illinois 60008

Consent Order
TDI Enforcement File No. 35329

General remarks and official action taken:

This is a consent order with Arthur J. Gallagher Risk Management Services, LLC (Arthur J. Gallagher). Arthur J. Gallagher failed to timely file surplus lines policies and related documents. Arthur J. Gallagher has agreed to pay an administrative penalty of \$13,250 for these violations.

Waiver

Arthur J. Gallagher acknowledges that the Texas Insurance Code and other applicable law provide certain rights. Arthur J. Gallagher waives all of these rights, and any other applicable procedural rights, in consideration of the entry of this consent order.

Findings of Fact

1. Arthur J. Gallagher, license number 1347543, holds a surplus lines license issued by the Texas Department of Insurance.
2. Pursuant to TEX. INS. CODE § 981.105(a), a surplus lines insurance agent must file with the Surplus Lines Stamping Office of Texas either:
 - a. a copy of the policy issued or,

2024-8860

Commissioner's Order

Arthur J. Gallagher Risk Management Services, LLC

Page 2 of 4

- 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 2023, Arthur J. Gallagher filed surplus lines policies and related documents late.
4. The commissioner previously disciplined Arthur J. Gallagher for violating TEX. INS. CODE § 981.105(a) in:
 - a. Official Order No. 12-0114, entered on February 6, 2012;
 - b. Official Order No. 2016-4707, entered on October 7, 2016;
 - c. Official Order No. 2018-5340, entered on January 10, 2018;
 - d. Official Order No. 2018-5752, entered on December 12, 2018;
 - e. Official Order No. 2020-6247, entered on February 26, 2020;
 - f. Official Order No. 2020-6517, entered on October 27, 2020;
 - g. Official Order No. 2022-7163, entered on January 11, 2022;
 - h. Official Order No. 2022-7699, entered on December 20, 2022; and
 - i. Official Order No. 2023-8224, entered on September 21, 2023.

Conclusions of Law

1. The commissioner of insurance has jurisdiction over this matter pursuant to TEX. INS. CODE §§ 82.051-82.055, 84.021-84.044, and 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. Arthur J. Gallagher 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. Arthur J. Gallagher violated TEX. INS. CODE § 981.105(a) by failing to timely file new or renewal surplus lines policies and related documents.

2024-8860

Commissioner's Order

Arthur J. Gallagher Risk Management Services, LLC

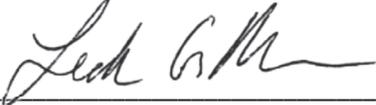
Page 3 of 4

Order

It is ordered that Arthur J. Gallagher Risk Management Services, LLC, must pay an administrative penalty of \$13,250 within 30 days from the date of this order. The administrative penalty must be paid as instructed in the invoice, which the department will send after entry of this order.

Signed by: 
FC5D7EDDFFB4F8...
Cassie Brown
Commissioner of Insurance

Recommended and reviewed by:



Leah Gillum, Deputy Commissioner
Fraud and Enforcement Division



Anna Kalapach, Attorney
Enforcement

Affidavit

THE STATE OF IL §

§

COUNTY OF COOK §

Before me, the undersigned authority, personally appeared the affiant, who being by me duly sworn, deposed as follows:

"My name is PATRICK BADGER. I am of sound mind, capable of making this statement, and have personal knowledge of these facts which are true and correct.

I hold the office of DIRECTOR and am the authorized representative of Arthur J. Gallagher Risk Management Services, LLC. I am duly authorized by the organization to execute this statement.

Arthur J. Gallagher Risk Management Services, LLC has knowingly and voluntarily entered into the foregoing consent order and agrees with and consents to the issuance and service of the same by the commissioner of insurance of the state of Texas."

Patrick Badger
Affiant

SWORN TO AND SUBSCRIBED before me on September 5th, 2024.

(NOTARY SEAL)



Laura J. Neuman
Signature of Notary Public

Laura J. Neuman
Printed Name of Notary Public