BEFORE THE INSURANCE COMMISSIONER OF THE STATE OF OKLAHOMA

STATE OF OKLAHOMA, ex rel. JOHN D.)	FILED
DOAK, Insurance Commissioner, Petitioner,)	APR 2 4 2013
VS.)	INSURANCE COMMISSIONER OKLAHOMA
FRED GREEN, a licensed bail bondsman in the)	
State of Oklahoma,)	CASE NO. 13-0437-DIS
AND)	
AMERICAN CONTRACTORS INDEMNITY)	
######################################)	
COMPANY, an insurance company licensed to act)	
as bail surety in the State of Oklahoma,)	
Respondents.)	

CONDITIONAL ADMINISTRATIVE ORDER AND NOTICE OF RIGHT TO BE HEARD

COMES NOW the State of Oklahoma, ex rel. John D. Doak, Insurance Commissioner, by and through counsel and alleges and states as follows:

JURISDICTION

- 1. John D. Doak is the Insurance Commissioner of the State of Oklahoma and as such is charged with the duty of administering and enforcing all provisions of the Oklahoma Insurance Code, 36 O.S. §§ 101-7301, and the Oklahoma Bail Bond Act, 59 O. S. §§ 1301-1340.
- 2. Respondent Fred Green ("Green") is a licensed bail bondsman in the State of Oklahoma holding license number 199096.
- 3. Respondent American Contractors Indemnity Company ("ACIC") is an insurance company licensed to act as bail surety in the State of Oklahoma holding NAIC number 10216.

FINDINGS OF FACT

1. On or about June 11, 2012, an appearance bond was executed as follows:

Defendant:

Jerry Anthony Hoehne

American Contractors Indemnity Company

Case Number(s):

JD-2011-25

City/County:

Bondsman:

Osage County

Surety:

Fred Green

Power Number(s):

A15-2181791

Bond Amount(s):

\$5,000

2. On December 19, 2012, the Defendant failed to appear, and the bond was declared forfeited. An Order and Judgment of Forfeiture was issued by the court and filed in the case. A true and correct copy of the Order and Judgment of Forfeiture was mailed to Respondents with return receipt requested within thirty (30) days after the forfeiture.

- 3. Green received a copy of the Order and Judgment of Forfeiture on January 8, 2013.
- 4. ACIC received a copy of the Order and Judgment of Forfeiture on January 8, 2013.
- 5. The ninety-first (91st) day after receipt of the Order and Judgment of Forfeiture by Respondents was Tuesday, April 9, 2013.
- 6. The Defendant was not returned to custody within 90 days, nor was the face amount of the forfeited bond deposited with the Court Clerk within 91 days, after receipt of the Order and Judgment of Forfeiture by Respondents.
- 7. As of the date of this Order, the bond forfeiture has not be paid or set aside or the bond exonerated.

CONCLUSIONS OF LAW

- 1. Respondents have violated 59 O.S. § 1332 by failing to return the Defendant within ninety (90) days or remit payment in the face amount of the bond forfeiture within ninety-one (91) days from receipt of the Order and Judgment of Forfeiture.
 - 2. Pursuant to 59 O.S. § 1310(B), any bondsman or company violating a provision of the

Bail Bond Act, 59 O.S. §§ 1301-1340, may be subject to a fine of not less than \$250 but not more than \$2,500.

3. Pursuant to 59 O.S. § 1332(D)(4)(a), when a surety company does not properly deposit with the court clerk the face amount of the forfeited bond, the Commissioner shall "cancel the license privilege and authorization of the insurer to do business within the State of Oklahoma and cancel the surety appointment of all surety bondsman agents of the insurer."

ORDER

IT IS THEREFORE ORDERED that American Contractors Indemnity Company and Fred Green are <u>each</u> CENSURED and FINED Five Hundred Dollars (\$500.00).

IT IS FURTHER ORDERED that the face amount of the bond forfeiture shall be deposited with the Osage County Court Clerk within thirty (30) days of receipt of this Order. Failure to do so shall result in the CANCELLATION of American Contractors Indemnity Company's license privilege and authorization to do business within the State of Oklahoma and the CANCELLATION of the surety appointment of all surety bondsman agents of American Contractors Indemnity Company.

Respondents are further notified that they may request a hearing within 30 days of the receipt of this Order concerning this action, and upon such request, the Oklahoma Insurance Department shall conduct a hearing before an independent hearing examiner. A request for hearing shall be made in writing to Buddy Combs, Oklahoma Insurance Department, Legal Division, 3625 NW 56th Suite 100, Oklahoma City, Oklahoma 73112 and give an explanation of Respondents' actions alleged herein and any defenses thereto.

If Respondents do not request a hearing within the 30 days allotted, this Order shall

become a FINAL ORDER on the 31st day following the receipt of the Order.

WITNESS My Hand and Official Seal this 24th day of April, 2013.



JOHN D. DOAK INSURANCE COMMISSIONER STATE OF OKLAHOMA

William G. "Buddy" Combs Assistant General Counsel 3625 NW 56th Street, Suite 100 Oklahoma City, Oklahoma, 73112

Tel. (405) 521-2746 Fax (405) 522-0125

CERTIFICATE OF MAILING

I hereby certify that a true and correct copy of the above and foregoing *Conditional Administrative Order and Notice of Right to Be Heard* was mailed certified, return receipt requested, on this 14th day of April, 2013, to:

Fred Green 230 E. 5th Pawhuska, OK 74056

American Contractors Indemnity Company Attn: Legal Division 601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017-5721

Buddy Combs

	U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)			
HHI	OFFICIAL	KMZE		
9967	Postage \$ Certified Fee	Postmark		
E000	Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required)	Here 3		
7001 0320	Sent To Street, Apt. No.; or PO Box No. City, State, ZIP+4 Street, Apt. No.; or PO Box No. Pawhuska, OK 74056 rlg/13-0437-DIS/Cond.Adm.			
	PS Form 3800, Jah	or Instructions		

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY		
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X B. Received by (Printed Name) C. Date of Delivery		
1. Article Addressed to: OKLAHOMA INSURAN MAY 0 7 Fred Green 230 E. 5th	[D. Is delivery address different from item 1?		
Pawhuska, OK 74056 rlg/13-0437-DIS/Cond.Adm.Ord.	3. Service Type Certified Mail		
2. Article Number (Transfer from service label) 7001 0320 0003 9967 4423			
PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540			

	U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)					
ተ _ተ ጋይ	OFF	ICIAL OKLAHOTA				
9967	Postage Certified Fee	\$ Postrerk3				
E000	Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required)	USPS				
디디	Total Postage & Fees	<u></u>				
	Sent To	American Contractors Indemnity Company Attn: Legal Division 601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017-5721 rlg/13-0437-DIS/Cond.Adm.Ord.				
7007	Street, Apt. No.; or PO Box No. City, State, ZIP+4					
	PS Form 3800, Januar	TELENOIS .				

TRUE IN THE STATE OF THE STATE		3		
SENDER: COMPLETE THIS	SECTION	COMPLETE THIS SECTION ON DELIVERY		
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, or on the front if space permits. 		A. Signature X Agent Addressee B. Received by (Printed Name) C. Date of Delivery D. Is delivery address different from item 1? Wes		
1. Article Addressed to:	OKLAHOMA INC	RAME YES, enter delivery address below:		
American Contractors Indemnity Company Attn: Legal Division 601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017-5721 rlg/13-0437-DIS/Cond.Adm.Ord.		0 2 2013 al Division		
		3. Service Type		
<u> </u>		4. Restricted Delivery? (Extra Fee) ☐ Yes		
Article Number (Transfer from service label)	7001 0320	0003 9967 4416		
PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540				