BEFORE THE INSURANCE COMMISSIONER OF THE STATE OF OKLAHOMA

| STATE OF OKLAHOMA, ex rel. JOHN D. |) |
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| DOAK, Insurance Commissioner, | MAY 2.7 2016 |
| Petitioner, | INSURANCE COMMISSIONER Case No. 16-0408-DIS OKLAHOMA |
| v. | Case No. 16-0408-DIS |
| MCA SERVICES LLC, an applicant for renewal of its resident third-party administrator |))) |
| license in the State of Oklahoma, |) |
| Respondent. |)) |

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 his undersigned attorney, Barron B. Brown, and alleges and states as follows:

JURISDICTION

- 1. John D. Doak is the Insurance Commissioner of the State of Oklahoma ("the Commissioner") and is charged with the duty of administering and enforcing all provisions of the Oklahoma Insurance Code, 36 O.S. §§ 101 et seq., including the Third-Party Administrator Act, 36 O.S. §§ 1441 through 1452.
- MCA Services LLC ("Respondent") is licensed by the State of Oklahoma as a resident third-party administrator holding license number 846707. Its address of record is 915 N.
 Robinson, Oklahoma City, Oklahoma 73102.
- 3. Pursuant to 36 O.S. § 1450(G), "[after] notice and opportunity for hearing, and upon determining that the administrator has violated any of the provisions of the Oklahoma Insurance Code or upon finding reasons for which the issuance or nonrenewal of such license could have been denied, the Commissioner may either suspend or revoke an administrator's

license or assess a civil penalty of not more than Five Thousand Dollars (\$5,000.00) for each occurrence. The payment of the penalty may be enforced in the same manner as civil judgments may be enforced."

ALLEGATIONS OF FACT

- 1. An Oklahoma third-party administrator license ". . . shall continue in force no longer than twelve (12) months from the original month of issuance." 36 O.S. § 1450(E).
- 2. Respondent's 2015 third-party administrator license expired on or about January 31, 2016. On or about April 1, 2016, Respondent untimely submitted its renewal application with the Oklahoma Insurance Department ("OID").

ALLEGED VIOLATIONS OF LAW

1. Respondent has violated 36 O.S. § 1450(E); by failing to timely renew its third-party administrator license with the OID.

<u>ORDER</u>

IT IS THEREFORE ORDERED by the Insurance Commissioner that RESPONDENT is CENSURED AND FINED FIVE HUNDRED DOLLARS (\$500.00) for a violation of 36 O.S. § 1450(E). The \$500.00 fine is to be paid within thirty (30) days made payable to the Oklahoma Insurance Department. The \$500.00 civil fine shall be paid by money order or cashier's check. Respondent's application for renewal of its resident third-party administrator license may be granted upon receipt of payment of the fine and reporting of the administrative action. Failure to pay the civil fine or request a hearing within thirty (30) days will result in your license application being withdrawn.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED by the Insurance Commissioner that this Order is a Conditional Order. Unless the Respondent requests a hearing

with respect to the Allegations of Fact set forth above within thirty (30) days of the date of mailing of this Order, this Order and the penalties set forth above shall become a Final Order on the thirty-first day following the date of mailing this Order. A request for hearing should be in writing addressed to Barron B. Brown, Oklahoma Insurance Department, Legal Division, 3625 NW 56th Street, Oklahoma City, Oklahoma 73112. The request for hearing must state the grounds for the request to set aside or modify the Order.

Any such hearing shall be conducted according to the procedures for contested cases under the Insurance Code and 75 O.S. § 250-323. If the Respondent serves a timely request for hearing on the Oklahoma Insurance Department, this Conditional Order shall act as notice of the matters to be reviewed at the hearing, and the Allegations of Fact, Alleged Violations of Law, and penalties imposed in this Conditional Order shall be considered withdrawn, pending final resolution at the hearing.

WITNESS My Hand and Official Seal this 27th day of May, 2016.



JOHN D. DOAK INSURANCE COMMISSIONER STATE OF OKLAHOMA

Ban B. Bran

Barron B. Brown Assistant General Counsel 3625 N.W. 56th Street, Suite 100 Oklahoma City, OK 73112 (405) 521-2746

CERTIFICATE OF MAILING

MCA Services LLC Attn: Steve Hanebaum 915 N. Robinson Oklahoma City, OK 73102

CERTIFIED MAIL NO: 7015 3010 0001 4604 0389

and a copy was delivered to:

DeAnn Robinson Financial Division

Barron B. Brown

Assistant General Counsel

PS Form 3811, July 2015 PSN 7530-02-000-9053

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| SENDER: COMPLETE THIS SECTION | COMPLETE THIS SECTION ON DELIVERY |
| Complete items 1, 2, and 3. 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 |
| 1. Article Addressed to: OKLAHOMA | D. Is delivery address different from item 1 1 Yes If YES, enter delivery address below: |
| MCA Services LLC ATTN: Steve Hanebaum 915 N. Robinson Oklahoma City, OK 73402 rlg/16-0408-DIS(BBB) and Adm Ord | 2 2016 |
| 9590 9402 1346 5285 6010 83 | 3. Service Type □ Adult Signature □ Adult Signature Restricted Delivery □ Certified Mail® □ Certified Mail Restricted Delivery □ Collect on Delivery □ Collect on Delivery □ Collect on Delivery □ Collect on Delivery □ Signature Confirmation™ Signature Confirmation™ Signature Confirmation™ |
| 2. Article Number (<i>Transfer from service label</i>) 7015 3010 0001 4604 0389 | ☐ Collect on Delivery Restricted Delivery ☐ Insured Mail Restricted Delivery (over \$500) ☐ Collect on Delivery Restricted Delivery ☐ Insured Mail Restricted Delivery (over \$500) |

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