

BEFORE THE INSURANCE COMMISSIONER OF THE
STATE OF OKLAHOMA

FILED
MAY 27 2021
INSURANCE COMMISSIONER
OKLAHOMA

STATE OF OKLAHOMA, ex rel. GLEN)
MULREADY, Insurance Commissioner,)
)
Petitioner,)
vs.)
)
HDI SPECIALTY INSURANCE COMPANY,)
an Oklahoma licensed surplus lines carrier,)
)
Respondent.)
)

Case No. 21-0169-DIS

CONDITIONAL ADMINISTRATIVE ORDER
AND NOTICE OF RIGHT TO BE HEARD

COMES NOW the State of Oklahoma, ex rel. Glen Mulready, Insurance Commissioner,
by and through counsel, Kayla M. Rochelle, and alleges and states as follows:

JURISDICTION

1. Glen Mulready 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 et seq.*

2. Respondent HDI Specialty Insurance Company (“Respondent”) is a licensed surplus lines carrier in the State of Oklahoma, NAIC CoCode #16131. Respondent’s address of record is 161 N. Clark St. 48th Floor, Chicago, Illinois 60601.

FINDINGS OF FACT

3. Based upon the Oklahoma Insurance Department’s (“OID”) records, Respondent failed to pay its 2020 Anti-Fraud Assessment fee on or before July 1, 2020.

4. On or about August 20, 2020, the OID’s Legal Division sent Respondent a letter to its statutory home office address of record by certified mail, with return receipt of record, notifying

it of its failure to pay the Anti-Fraud Assessment fee.

5. Respondent received the letter on or about August 25, 2020.

6. As of the date of this Conditional Order, Respondent has failed to remit payment of its 2020 Anti-Fraud Assessment fee to the OID.

7. Pursuant to *36 O.S. § 362*, on or before July 1 of each year, an annual fee of Seven Hundred Fifty Dollars (\$750.00) shall be paid to the Insurance Commissioner to be expended by the Insurance Commissioner for the purpose of investigation of suspected insurance fraud and civil or administrative action in cases involving suspected insurance fraud. Surplus lines carriers are required to pay said fee.

8. Pursuant to *36 O.S. § 619(A)(1)*, the Insurance Commissioner may refuse to renew, or may revoke or suspend an insurer's certificate of authority if the insurer, violates any provision of the Insurance Code.

9. Pursuant to *36 O.S. § 619(B)*, in addition to or in lieu of any applicable revocation or suspension of an insurer's certificate of authority, any insurer may be subject to a civil penalty of not more than Five Thousand Dollars (\$5,000.00) for each occurrence.

CONCLUSIONS OF LAW

10. Respondent violated *36 O.S. § 362* by failing to pay its 2020 Anti-Fraud Assessment fee on or before July 1, 2020.

ORDER

IT IS THEREFORE ORDERED, ADJUDGED AND DECREED by the Insurance Commissioner that Respondent is **FINED One Thousand Five Hundred Dollars (\$1,500.00)**. The \$1,500.00 fine shall be paid within thirty (30) days of the date of this Conditional Order and be made payable to the Oklahoma Insurance Department. The \$1,500.00 civil fine shall be paid by

check, cashier's check, or money order.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED by the Insurance Commissioner that Respondent shall remit full payment of its owed 2020 Anti-Fraud Assessment fee in the amount of **Seven Hundred Fifty Dollars (\$750.00)** to the Oklahoma Insurance Department within thirty (30) days of the date of this Conditional Order.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED by the Insurance Commissioner that this Order is conditional. Unless Respondent requests a hearing with respect to the Findings of Fact set forth above within **thirty (30) days of the date of this Conditional Order**, the penalties set forth above will become a **Final Order** on the thirty-first (31st) day following the date of mailing of this Conditional Order. A request for hearing should be in writing and addressed to Kayla M. Rochelle, Oklahoma Insurance Department, Legal Division, 400 NE 50th Street, Oklahoma City, Oklahoma 73105. The request for hearing must state the grounds for the request to set aside or modify this Conditional Order and must be received by the Oklahoma Insurance Department within the thirty (30) days allotted.

The hearing will be conducted in accordance with the Oklahoma Insurance Code, 36 O.S. §§ 101 *et seq.* and the Oklahoma Administrative Procedures Act, 75 O.S. §§ 250 *et seq.* If Respondent timely requests a hearing, this Conditional Order shall act as a notice of the matters to be reviewed at the hearing and the Findings of Fact, Conclusions 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 25th day of May 2021.



GLEN MULREADY
INSURANCE COMMISSIONER
STATE OF OKLAHOMA

Kayla M. Rochelle
Kayla M. Rochelle, OBA #34014

Assistant General Counsel
Oklahoma Insurance Department
400 NE 50th Street
Oklahoma City, OK 73105
Telephone: (405) 521-2748

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 by certified mail, with postage prepaid and return receipt requested, on this 27th day of May 2021 to:

HDI Specialty Insurance Company
161 N. Clark St. 48th Floor
Chicago, IL 60601

CERTIFIED MAIL NO:
9214 8902 0982 7500 0378 20

and that a copy was delivered to:

Comptroller Division



Kayla M. Rochelle

Track Another Package +

Tracking Number: 9214890209827500037820

[Remove X](#)

Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.

In Transit, Arriving Late

June 4, 2021

Feedback

Get Updates ∨

Text & Email Updates



Return Receipt Electronic



Tracking History



June 4, 2021

In Transit, Arriving Late

Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.

May 31, 2021, 5:31 am

Departed USPS Regional Destination Facility

CHICAGO IL DISTRIBUTION CENTER

May 30, 2021, 3:55 pm

Arrived at USPS Regional Destination Facility
CHICAGO IL DISTRIBUTION CENTER

May 27, 2021, 8:54 pm

Departed USPS Regional Facility
OKLAHOMA CITY OK DISTRIBUTION CENTER

May 27, 2021, 7:10 pm

Arrived at USPS Regional Origin Facility
OKLAHOMA CITY OK DISTRIBUTION CENTER

May 27, 2021, 5:55 pm

Accepted at USPS Origin Facility
OKLAHOMA CITY, OK 73105

May 27, 2021

Pre-Shipment Info Sent to USPS, USPS Awaiting Item

Feedback

Product Information



See Less ^

Can't find what you're looking for?

Go to our FAQs section to find answers to your tracking questions.

FAQs