

**BEFORE THE INSURANCE COMMISSIONER
FOR THE STATE OF ARKANSAS**

ARKANSAS INSURANCE DEPARTMENT,)
Petitioner)
)
vs.)
)
SANDY L. JOHNSON,)
License No. 298306)
Respondent)
)

A.I.D. No. 2011- 114

REVOCATION ORDER

On this day, the matter of Sandy L. Johnson (“Respondent”) came before Jay Bradford, Arkansas Insurance Commissioner (“Commissioner”). A hearing was held at 10:00 a.m. on September 27, 2011, in the Administrative Conference Room of the Arkansas Insurance Department (“Department”) pursuant to a Notice of Hearing dated August 26, 2011. The hearing was held before Chief Deputy Commissioner Lenita Blasingame (“Hearing Officer”) pursuant to her appointment by the Commissioner in accordance with Ark. Code Ann. § 23-61-103. The Department was represented by Nina Samuel Carter, Associate Counsel.

FINDINGS OF FACT

1. The Commissioner of Insurance has jurisdiction pursuant to the Code, specifically Ark. Code Ann. §§ 23-61-101, *et seq.*
2. Respondent is a person who was licensed by the Department as an insurance producer with an address of record being 513 West 55th Terrace, North Little Rock, AR 72118. Respondent’s business address on record is 801 John Barrow Road, Suite 2, Little Rock, AR

72205. Respondent's Arkansas Resident Producer License Number 298306 is currently inactive for failure to renew as of October 2010.

3. On January 26, 2010, the Respondent was terminated by Reliable Life Insurance Company ("Reliable") for the stated reason of mishandling of claims/money.

4. During the month of January, 2010, the Respondent collected eight hundred seventy-four dollars and fifty-one cents (\$874.51) in premiums from various policyholders and failed to remit these funds to Reliable and/or failed to apply the collected funds to the appropriate account.

5. On October 22, 2010, Joie Tester, an Investigator with the Department, sent information regarding the situation to the Respondent to obtain her response. Respondent failed to respond. The letter was sent to Respondent's mailing address on file with the Department and was returned as "unclaimed."

6. On November 30, 2010, Taryn Lewis, an Investigator with the Department, sent a second request for a response. Respondent failed to respond to Ms. Lewis' request as well. The second request, sent to both Respondent's address on file with the Department and to Respondent's business address, were returned as "return to sender, unclaimed, unable to forward" from both addresses.

7. The certified mail receipt shows that the Respondent received notice of the hearing scheduled and held on September 27, 2011, at which time she would have been given the opportunity to respond to the allegations as set forth above.

8. Respondent failed to appear in person or through legal counsel at the hearing held on September 27, 2011.

CONCLUSIONS OF LAW

9. The testimony and supporting documentation entered into evidence at the hearing is sufficient to make a finding that the Respondent cannot be deemed “competent, trustworthy, and financially responsible, and of good personal and business reputation” to engage in the sale of insurance products as required by the Insurance Code, and no longer meets the qualifications for licensure by the Department.

10. Ark. Code Ann. § 23-64-512(a) provides, in pertinent part, that the Commissioner may place on probation, suspend, revoke, or refuse to renew an insurance producer’s license upon finding that an insurance producer has violated one or more of the grounds enumerated therein.

11. Respondent received premium moneys from various consumers and failed to forward those to the insurer, which is a basis for license revocation pursuant to Ark. Code Ann. §§ 23-64-512(a)(4) and (8).

12. Respondent failed to accept or respond to any of the requests for response sent by the Department, which is a basis for license revocation pursuant to Ark. Code. Ann. § 23-64-512(a)(13), (16), and (17).

13. Respondent failed to cooperate with the Department’s investigation and subsequent hearing, which is a basis for license revocation pursuant to Ark. Code. Ann. § 23-64-512(a)(16) and (17).

14. Pursuant to Ark. Code Ann. § 23-64-512, the Commissioner is authorized to revoke Respondent’s license because she no longer meets the qualifications required for a license as described above.

IT IS THEREFORE ORDERED AND ADJUDGED that:

A. The Department has met its burden of proof with respect to revoking any and all of Respondent's resident insurance producer licenses.

B. Any and all licenses issued by the Department to Respondent Sandy L. Johnson, specifically Arkansas Resident Producer License No. 298306, are hereby revoked on the grounds stated above.

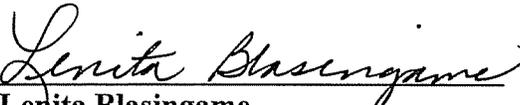
C. Pursuant to Ark. Code Ann. § 23-64-218(a)(1) and (2), Respondent shall immediately forward to the Commissioner all insurance agent licenses issued to Respondent by the Department.

D. All companies appointing Respondent as agent shall be notified of this Order.

E. The Commissioner will not consider re-licensure until the expiration of three (3) years from the date of this Order in accordance with the provisions under Ark. Code Ann. § 23-64-217(b).

RECOMMENDATION OF HEARING OFFICER

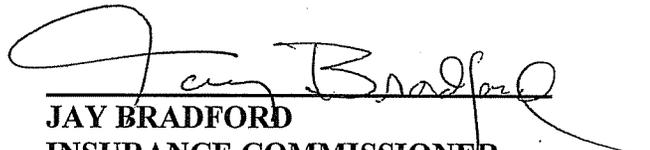
Upon consideration of the evidence of record, the Hearing Officer recommends that the foregoing Findings of Fact and Conclusions of Law be approved and adopted and that the revocation of all insurance producer licenses for Respondent Sandy L. Johnson be upheld.


Lenita Blasingame
Chief Deputy Commissioner and
Hearing Officer

CERTIFICATION

I, Jay Bradford, Insurance Commissioner for the State of Arkansas, do hereby certify that the above and foregoing matter was conducted by Lenita Blasingame, Chief Deputy Commissioner and Hearing Officer, by and under my authority and supervision. I hereby adopt the Hearing Officer's Findings of Fact, Conclusions of Law, and Recommendation in full, as set forth herein.

IT IS SO ORDERED THIS 29th day of September, 2011.


JAY BRADFORD
INSURANCE COMMISSIONER
STATE OF ARKANSAS