

**STATE OF MICHIGAN
DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

Before the Director of the Department of Insurance and Financial Services

In the matter of:

TYLER S. LLOYD
System ID No. 0451543

ENFORCEMENT CASE NO. 14-11950

Respondent.

_____ /

Issued and entered
on July 23, 2014
By Teri L. Morante
Chief Deputy Director

ORDER ACCEPTING STIPULATION

Based upon the Stipulation to Entry of Order and the files and records of the Department of Insurance and Financial Services (DIFS) in this matter, the Chief Deputy Director finds and concludes that:

1. Pursuant to Executive Order 2013-1, all authority, powers, duties, functions, and responsibilities of the Commissioner of the Office of Financial and Insurance Regulation (Commissioner) have been transferred to the Director of the Department of Insurance and Financial Services (DIFS).
2. The Chief Deputy Director has jurisdiction and authority to adopt and issue this Order Accepting Stipulation in this proceeding pursuant to the Michigan Administrative Procedures Act of 1969 (APA), as amended, MCL 24.201 et seq., and the Michigan Insurance Code of 1956 (Code), MCL 500.100 et seq.
3. All required notices have been issued in this case, and the notices and service thereof were appropriate and lawful in all respects.
4. Acceptance of the Stipulation to Entry of Order is reasonable and in the public interest.
5. All applicable provisions of the APA have been met.
6. At all relevant times, Tyler Scott Lloyd (hereinafter Respondent) was an active nonresident insurance producer with qualifications in life and accident and health, and his license is currently suspended for failing to submit proof of successful completion of his continuing education requirements to DIFS.

7. On or about September 26, 2012, an application for insurance and automatic premium collection form were completed for T. L. and submitted to Combined Insurance Company (Combined Insurance).
8. On January 31, 2014, DIFS' investigator sent T.L. an email with the application and automatic premium collection form attached requesting verification of the signatures on the forms.
9. On February 3, 2014, DIFS' investigator received an email from T.L. indicating he had never seen the paperwork, it was not his signature, and he never purchased an insurance policy from Combined Insurance.
10. On February 5, 2014, DIFS' investigator received an email from Respondent admitting that he paid for and signed the policy for T.L.
11. As a licensee, Respondent knew or had reason to know that Section 1239(1)(h) of the Code, MCL 500.1239(1)(h), provides that:

(1) In addition to any other powers under this act, the commissioner may place on probation, suspend, or revoke an insurance producer's license or may levy a civil fine under section 1244 or any combination of actions, and the commissioner shall refuse to issue a license under section 1205 or 1206a, for any 1 or more of the following causes:

(h) Using fraudulent, coercive, or dishonest practices or demonstrating incompetence, untrustworthiness, or financial irresponsibility in the conduct of business in this state or elsewhere.

12. Respondent has provided justification for sanctions, pursuant to Section 1239(1)(h) of the Code, MCL 500.1239(1)(h), by using dishonest practices and demonstrating untrustworthiness in the conduct of business by deliberately signing and submitting an application for insurance and automatic premium collection form for T.L.

Now therefore, based upon the Stipulation to Entry of Order and the facts surrounding this case, **IT IS ORDERED THAT:**

13. Respondent shall cease and desist from operating in a manner that violates the Code.
14. Respondent's resident insurance producer license (System ID No. 0451543) is hereby REVOKED.

15. The Chief Deputy Director retains jurisdiction over the matters contained herein and has the authority to issue such further order(s) as shall be deemed just, necessary, and appropriate in accordance with the Code. Failure to abide by the terms and provisions of the Stipulation to Entry of Order and this Order may result in the commencement of additional proceedings.



Teri L. Morante
Chief Deputy Director

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DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

Before the Director of the Department of Insurance and Financial Services

In the matter of:

TYLER S. LLOYD
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ENFORCEMENT CASE NO. 14-11950

Respondent.

_____ /

STIPULATION TO ENTRY OF ORDER

Tyler S. Lloyd (hereinafter Respondent) stipulates to the following:

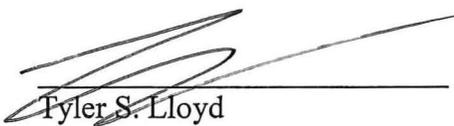
1. On or about June 23, 2014, the Department of Insurance and Financial Services (DIFS) served Respondent with a Notice of Opportunity to Show Compliance (NOSC) alleging that Respondent violated provisions of the Insurance Code of 1956 (Code), MCL 500.100 *et seq.*
2. At all relevant times, Tyler Scott Lloyd (hereinafter, Respondent) was an active nonresident insurance producer with qualifications in life and accident and health, and his license is currently suspended for failing to submit proof of successful completion of his continuation education requirements to DIFS.
3. On or about September 26, 2012, an application for insurance and automatic premium collection form were completed for T.L., and submitted to Combined Insurance Company (Combined Insurance).
4. On January 31, 2014, DIFS' investigator sent T.L. an email with the application and automatic premium collection form attached requesting verification of the signatures on the forms.
5. On February 3, 2014, DIFS' investigator received an email from T.L. indicating he had never seen the paperwork, it was not his signature, and he never purchased an insurance policy from Combined Insurance.
6. On February 5, 2014, DIFS' investigator received an email from Respondent admitting that he paid for and signed the policy for T.L.
7. As a licensee, Respondent knew or had reason to know that Section 1239(1)(h) of the Code, MCL 500.1239(1)(h), provides that:

(1) In addition to any other powers under this act, the commissioner may place on probation, suspend, or revoke an insurance producer's license or may levy a civil fine under section 1244 or any combination of actions, and the commissioner shall refuse to issue a license under section 1205 or 1206a, for any 1 or more of the following causes:

(h) Using fraudulent, coercive, or dishonest practices or demonstrating incompetence, untrustworthiness, or financial irresponsibility in the conduct of business in this state or elsewhere.

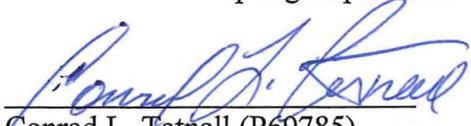
8. Respondent has provided justification for sanctions, pursuant to Section 1239(1)(h) of the Code, MCL 500.1239(1)(h), by using dishonest practices and demonstrating untrustworthiness in the conduct of business by deliberately signing and submitting an application for insurance and automatic premium collection form for T.L.
9. Based upon the actions listed above, Respondent has committed acts that provide justification for the Director to order the payment of a civil fine, and/or other licensing sanctions, including revocation of licensure.
10. Respondent waived the right to an opportunity to show compliance pursuant to the Michigan Administrative Procedures Act (APA), MCL 24.201 *et seq.*
11. Respondent and DIFS conferred for the purpose of resolving this matter.
12. At all pertinent times, Respondent was licensed with DIFS as resident insurance producer pursuant to the Code.
13. All parties have complied with the procedural requirements of the APA and the Code.
14. Respondent admits to the allegations cited in the NOSC.
15. Respondent agrees that he will cease and desist from operating in a manner that violates the Code.
16. Respondent affirms that his license is no longer in his possession, and as such, cannot be returned. Should he find it at a later date, he agrees to immediately destroy it.
17. Respondent understands and agrees that this Stipulation to Entry of Order will be presented to the Chief Deputy Director for approval.
18. Respondent has had an opportunity to review this Stipulation to Entry of Order and the proposed Order Accepting Stipulation and have the same reviewed by legal counsel.

19. Respondent understands and agrees that this Stipulation to Entry of Order will be presented to the Chief Deputy Director for approval.
20. The Chief Deputy Director may, in her sole discretion, decide to accept or reject this Stipulation to Entry of Order. If the Chief Deputy Director accepts the Stipulation to Entry of Order, Respondent waives the right to a hearing in this matter and consents to the entry of the Order Accepting Stipulation and Requiring Compliance and Payment of Fines. If the Chief Deputy Director does not accept the Stipulation to Entry of Order, Respondent waives any objection to the Director holding a formal administrative hearing and making her decision after such hearing.
21. Respondent has had an opportunity to review this Stipulation to Entry of Order and the proposed Order Accepting Stipulation and have the same reviewed by legal counsel.


Tyler S. Lloyd
System ID No. 0451543

7-2-14
Date

DIFS' staff approve this stipulation and recommend that the Chief Deputy Director issue the above Order Accepting Stipulation.


Conrad L. Tathall (P69785)
DIFS Staff Attorney

7/9/14
Date