

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

Before the Director of the Department of Insurance and Financial Services

In the matter of:

Gian G. Bencivenga
System ID No. 0064202

Enforcement Case No. 19-15511

Wholesale Insurance Agency, LLC
System ID No. 0086650

Respondents.

_____ /

Issued and entered
on Oct 25, 2019
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. 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.*
2. All required notices have been issued in this case, and the notices and service thereof were appropriate and lawful in all respects.
3. Acceptance of the Stipulation to Entry of Order is reasonable and in the public interest.
4. All applicable provisions of the APA have been met.
5. Respondents violated Sections 1207(1) & (2) of the Code, MCL 500.1207(1) & (2) and have provided justification under 1239(1)(b), (d), & (h) of the Code, MCL 500.1239(1)(b), (d), & (h) for the Director to order licensing sanctions, and levy a civil fine against Respondents, pursuant to Sections 1239(1) and 1244(1) of the Code, MCL 500.1239(1) and 500.1244(1), due to Respondents' failure to act as a fiduciary of money received or to use reasonable accounting methods to record funds received in their fiduciary capacity including the receipt and distribution of all premiums due each of their insurers.

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

6. Respondents shall cease and desist from operating in a manner that violates Sections 1207 of the Code, MCL 500.1207.
7. Respondents shall immediately implement reasonable accounting methods to properly record funds received in their fiduciary capacity in compliance with Section 1207 of the Code, MCL 500.1207.
8. Respondent Wholesale Insurance Agency, LLC shall voluntarily surrender its insurance producer license within 30 days of the entry and issuance of this Order.
9. Respondents shall pay to the State of Michigan, through DIFS, administrative and civil fines in the amount of \$1,000.00. Respondents further agree to pay the fine within 30 days of the invoice date as indicated on the DIFS invoice.
10. If Respondents fail to pay the fines and/or fees in accordance with the terms of this Stipulation and the Order, the fines and/or fees shall immediately increase to the maximum amount allowed under the Code and shall be immediately due in full, and Respondents' licenses shall be suspended until the fine is paid.
11. 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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Respondents.

_____ /

STIPULATION TO ENTRY OF ORDER

Respondent Gian G. Bencivenga, System ID No. 0064202, and Respondent Wholesale Insurance Agency, LLC, System ID No. 0086650, stipulate to the following:

1. On or about April 12, 2019, the Department of Insurance and Financial Services (DIFS) served Respondents with a Notice of Opportunity to Show Compliance (NOSC) alleging that Respondents violated provisions of the Insurance Code of 1956 (Code), MCL 500.100 *et seq.*
2. Specifically, the NOSC contained allegations that Respondents violated Sections 1207 of the Code, MCL 500.1207.
3. Respondents neither admit nor deny the allegations, but agree to the entry of a stipulated order for the purpose of resolving this matter.
4. Respondents and DIFS conferred for the purpose of resolving this matter.
5. Respondents exercised the right to an opportunity to show compliance pursuant to the Michigan Administrative Procedures Act (APA), MCL 24.201 *et seq.*
6. At all pertinent times, Respondent Bencivenga was licensed with DIFS as an insurance producer pursuant to the Code.
7. At all pertinent times, Respondent Wholesale Insurance Agency, LLC was licensed with DIFS as an insurance producer pursuant to the Code.
8. All parties have complied with the procedural requirements of the APA and the Code.
9. Respondents agree that they will cease and desist from operating in a manner that violates Sections 1207 of the Code, MCL 500.1207.

10. Respondents agree to immediately implement reasonable accounting methods to properly record funds received in their fiduciary capacity in compliance with Section 1207 of the Code, MCL 500.1207.
11. Respondent Wholesale Insurance Agency, LLC shall voluntarily surrender its insurance producer license within 30 days of the entry and issuance of this Order.
12. Respondents agree that they will pay to the State of Michigan, through DIFS, administrative and civil fines in the amount of \$1,000.00. Respondents further agree to pay the fine within 30 days of the invoice date as indicated on the DIFS invoice.
13. Respondents have 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.
14. Respondents understand and agree that this Stipulation to Entry of Order will be presented to the Chief Deputy Director for approval.
15. Respondents understand and agree that 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, Respondents waive the right to a hearing in this matter and consents to the entry of the Order Accepting Stipulation. If the Chief Deputy Director does not accept the Stipulation to Entry of Order, Respondents waive any objection to the Director holding a formal administrative hearing and making a decision after such hearing.
16. It is further stipulated that the amount of fines and/or fees has been negotiated in return for the avoidance of further proceedings and certain promises and conditions, one of which is the timely payment of said fines and/or fees. Should Respondents fail to pay the fines and/or fees in accordance with the terms of this Stipulation and the Director's Order, the parties agree that an action will commence to determine if Respondents have, in fact, failed to pay, and, if so, Respondents agree that the fines and/or fees will immediately increase to the maximum amount allowed under the Code, shall be immediately due in full, and Respondents' license(s) shall be suspended until the fine is paid.



Gian G. Bencivenga
System ID No. 0064202

10-22-2019
Date



Authorized Representative of
Wholesale Insurance Agency, LLC
System ID No. 0086650

10-22-2019
Date

DIFS Staff approve this Stipulation and recommend that the Chief Deputy Director accept it and issue an Order Accepting Stipulation.

William R. Peattie
William R. Peattie (P48004)
DIFS Staff Attorney

10/24/14
Date