

STATE OF MICHIGAN
DEPARTMENT OF ENERGY, LABOR AND ECONOMIC GROWTH
OFFICE OF FINANCIAL AND INSURANCE REGULATION
Before the Commissioner of Financial and Insurance Regulation

**Office of Financial and Insurance Regulation,
Petitioner**

v

Enforcement Case No. 09-7476

**Melinda Scott,
Respondent**

For the Petitioner:

**Elizabeth Bolden
Office of Financial and Insurance Regulation
P.O. Box 30220
Lansing, MI 48909-7720**

For the Respondent:

Melinda Scott


**Issued and entered
this 22nd day of January 2010
by Ken Ross
Commissioner**

FINAL DECISION

On November 10, 2009, Chief Deputy Commissioner Stephen R. Hilker issued an Administrative Complaint, Order for Hearing, and Notice of Hearing in this case which was sent to Respondent at the address above. The Administrative Complaint set forth detailed allegations that Respondent had violated section 1239(1)(h) of the Michigan Insurance Code, MCL 500.1239(1)(h). The Order required Respondent to take one of the following actions within 21 days: agree to a resolution of the case, file an answer to the allegations stated in the Order with a statement that Respondent plans to attend the hearing, or request an adjournment. Respondent failed to take any of these actions.

On January 6, 2010, the Petitioner filed a Motion for Final Decision. Given Respondent's failure to take one of the required actions, Petitioner's motion is granted.

FINDINGS OF FACT AND CONCLUSIONS OF LAW

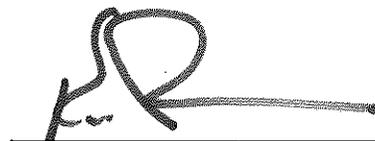
1. On April 30, 2009, the Respondent bound Auto Club Group insurance coverage on three vehicles. Respondent had no authorization from the owner of the vehicles to bind the coverage.
2. By binding the insurance coverage, Respondent became eligible to receive a sales incentive bonus of \$687.00.
3. Section 1239(1)(h) of the Insurance Code provides:
 - (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.
4. The Respondent violated Section 1239(1)(h) of the Michigan Insurance Code, MCL 500.1239(1)(h), when she bound automobile insurance coverage without the authorization of the vehicles' owner. Her conduct was fraudulent and dishonest and demonstrated untrustworthiness in the conduct of the business of insurance.

ORDER

Based on the conduct described above and in accordance with section 1239(1) of the Insurance Code, Respondent's insurance producer license is revoked.



Ken Ross
Commissioner