

STATE OF MICHIGAN
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
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. 10-8496

Martin Wegener
Respondent

For the Petitioner:

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

For the Respondent:

Martin Wegener

Issued and entered
this 3rd day of June 2011
by R. Kevin Clinton
Commissioner

FINAL DECISION

I. BACKGROUND

On September 15, 2010, Chief Deputy Commissioner Stephen Hilker issued an Administrative Complaint, Order for Hearing and Notice of Hearing in this case. The Order for Hearing set forth detailed allegations that Respondent had violated provisions of the Michigan Insurance Code, MCL 500.100, *et seq.*

The Order to Respond 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 complaint, request an adjournment, or file a statement that Respondent plans to attend the hearing. Respondent failed to take any of these actions.

On March 18, 2011, the Petitioner filed a Motion for Final Decision. Given Respondent's failure to comply with the Order to Respond, Petitioner's motion is granted.

II. FINDINGS OF FACT AND CONCLUSIONS OF LAW

1. Respondent Martin Wegener is a licensed resident insurance producer. Between 2007 and 2010, Respondent formed two companies, Wealth Resources, Inc. and Wealth Resources LLC, which he used to offer and sell fraudulent securities, raising at least \$6.5 million from 20 clients. Respondent promised to invest the funds in publically traded securities and mutual funds. Instead, Respondent kept the money for his own personal use.

2. Section 1239(1)(h) of the Michigan Insurance Code provides

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.

3. By making false statements to his clients and obtaining investment funds under false pretenses, Respondent has demonstrated that he is not qualified to hold an insurance producer license.

III. ORDER

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



R. Kevin Clinton
Commissioner