

**BEFORE THE COMMISSIONER OF INSURANCE
OF THE STATE OF KANSAS**

In the Matter of the Kansas)
Nonresident Insurance Agency License of) Docket No. 3802-SO
INSLOGIC CORPORATION)

SUMMARY ORDER

(Pursuant to K.S.A. 2007 Supp. 40-4909 and K.S.A. 77-501 *et. seq.*)

Pursuant to the authority granted to the Commissioner of Insurance (“Commissioner”) by K.S.A. 40-4909, the Commissioner hereby revokes the nonresident agency license of Respondent, Inslogic Corporation (“Inslogic”). This Summary Order shall become effective as a Final Order, without further notice, upon the expiration of the fifteen (15) day period if no request for hearing is made, pursuant to K.S.A. 77-542.

Findings of Fact

The Commissioner finds the following facts:

1. Records maintained by the Kansas Insurance Department (“KID”) indicate that Inslogic Corporation is licensed as a nonresident agency to transact the business of insurance in the State of Kansas, and has been so licensed since April 10, 2000.
2. KID records further indicate legal and mailing address of One Inslogic Way, Oak Ridge, TN 37830-8060.
3. The National Association of Insurance Commissioners (“NAIC”) Regulatory Information Retrieval System (“RIRS”) database reflects the following actions: Inslogic Corporation’s license was revoked by the State of South Dakota, effective January 22, 2008, for failure to respond/failure to report other state’s action and your license was revoked by the State of Wisconsin effective, June 14, 2007 for failure to pay tax.
4. Respondent failed to notify KID of the action within 30 days.

5. On March 21, 2008, a letter was sent to Respondent from KID asking that he respond to allegations that they had violated several Kansas state statute and regulations. Respondent was advised to respond within 15 business days.
6. To date, Respondent has failed to respond to the letter dated March 21, 2008.
7. On April 10, 2008 Respondent's agency license was cancelled for failure to pay the renewal fee.

Applicable Law

8. K.S.A. 2006 Supp. 40-4909 states, in pertinent part:
 - (a) The commissioner may deny, suspend, revoke, or refuse renewal of any license issued under this act if the commissioner finds that the applicant or license holder has:
 - (2) Violated
 - (A) any provision of chapter 40 of the Kansas Statutes Annotated, and amendments thereto, or any rule or regulation promulgated thereunder;
 - (9) Had an insurance agent license, or its equivalent, denied, suspended or revoked in any other state, district or territory;
 - (b) In addition, the commissioner may suspend, revoke or refuse renewal of any license issued under this act if the commissioner finds that the interests of the insurer or the insurable interests of the public are not properly served under such license.
9. KA.R. 40-7-9 states, in pertinent part: Each person licensed in this state as an insurance agent shall report the following to the commissioner of insurance within 30 days of occurrence:
 - (a) Each disciplinary action on the agent's license or licenses by the insurance regulatory agency of any other state or territory of the United States.

Conclusions of Law

10. The Commissioner has jurisdiction over Inslogic Corporation as well as the subject matter of this proceeding, and such proceeding is held in the public interest.
11. The Commissioner finds that Inslogic Corporation failed to notify KID of the revocation of their license by the State of South Dakota on January 22, 2008 and the revocation of their license in the State of Wisconsin on June 14, 2007, a violation of K.S.A. 40-4909(a)(2)(A); K.S.A. 2007 Supp. 40-4909(a)(9) and K.A.R. 40-7-9.
12. The Commissioner finds, pursuant to K.S.A. 40-4909(b), that the insurable interests of the public are not properly served under Inslogic Corporation's license.
13. Accordingly, the Commissioner concludes sufficient grounds exist for the revocation of the insurance agency license of Inslogic Corporation pursuant to K.S.A. 40-4909(a) and (b).

IT IS THEREFORE ORDERED BY THE COMMISSIONER OF INSURANCE THAT:

1. The Kansas Nonresident Insurance Agency License of INSLOGIC CORPORATIN is hereby **REVOKED** effective the effective date of this Order.
2. **IT IS FURTHER ORDERED** that INSLOGIC CORPORATION shall **CEASE** and **DESIST** from the sale, solicitation or negotiation of insurance and/or receiving compensation deriving from the sale, solicitation or negotiation of insurance conducted after the effective date of this Order.

NOTICE AND OPPORTUNITY FOR HEARING

Inslogic Corporation, within fifteen (15) days of service of this Summary Order, may file with the Kansas Insurance Department a written request for hearing on this Summary Order, as

provided by K.S.A. 77-542. In the event a hearing is requested, such request should be directed to:

John W. Campbell, General Counsel
Kansas Insurance Department
420 S.W. 9th Street
Topeka, Kansas 66612

Any costs incurred as a result of conducting any administrative hearing shall be assessed against the agent/agency who is the subject of the hearing as provided by K.S.A. 40-4909(f). Costs shall include witness fees, mileage allowances, any costs associated with reproduction of documents which become part of the hearing record, and the expense of making a record of the hearing.

If a hearing is not requested, this Summary Order shall become effective as a Final Order, without further notice, upon the expiration of the fifteen (15) day period for requesting a hearing. The Final Order will constitute final agency action in the matter.

In the event the Petitioner files a petition for judicial review, the agency officer designated pursuant to K.S.A. 77-613(e) to receive service of a petition for judicial review on behalf of the Kansas Insurance Department is:

John W. Campbell, General Counsel
Kansas Insurance Department
420 S.W. 9th St.
Topeka, Kansas 66612

IT IS SO ORDERED THIS 30th DAY OF APRIL, 2008, IN THE CITY OF TOPEKA, COUNTY OF SHAWNEE, STATE OF KANSAS.



/s/ Sandy Praeger
Sandy Praeger
Commissioner of Insurance

BY:

/s/ John W. Campbell
John W. Campbell
General Counsel

CERTIFICATE OF SERVICE

The undersigned hereby certifies that she served the above and foregoing Summary Order on this 30th day of April, 2008, by causing the same to be deposited in the United States Mail, first class postage prepaid, addressed to the following:

Inslogic Corporation
One Inslogic Way
Oak Ridge, TN 37830-8060

/s/ Stacy R. Bond
Stacy R. Bond
Staff Attorney