FINAL ORDER Effective: 11-30-09

BEFORE THE COMMISSIONER OF INSURANCE OF THE STATE OF KANSAS

In the Matter of the Kansas Nonresident Insurance Agent's License of **WALTER BUGBEE KNORPP** NPN 23044

Docket No. 4058-SO

SUMMARY ORDER (Pursuant to K.S.A. 40-4909 and K.S.A. 77-537)

)

Pursuant to authority granted to the Commissioner of Insurance ("Commissioner") by K.S.A. 40-4909, the Commissioner hereby proposes to find facts and impose sanctions against the nonresident agent's license of Walter Bugbee Knorpp ("Respondent") by way of Summary Order as provided by K.S.A. 77-537. 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 from KID files and Respondent's statements to staff:

1. Records maintained by the KID indicate that the Respondent is licensed as a nonresident agent to transact the business of insurance in Kansas and has been so licensed since October 29, 2008.

2. KID records further indicate a legal address of 612 W. 5th St., Clarendon, TX 79226 and a mailing address of P.O. Drawer A, Clarendon, TX 79226-2001.

1

3. On or about May 27, 2009 a review of the NAIC State Producer Licensing

Report revealed that Respondent's Alabama nonresident producer's license was disciplined, effective January 7, 2009. The discipline was for a "Misstatement on Application."

4. Respondent has failed to report the discipline on his license to KID.

Applicable Law

5. K.S.A. 40-4909(a) provides, in relevant part:

"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 and regulation promulgated hereunder
- (8) Used any fraudulent, coercive, or dishonest practice, or demonstrated any incompetence, untrustworthiness, or financial irresponsibility in the conduct of business in this state or elsewhere."

6. The Commissioner may revoke any license issued under the Insurance Agents Licensing 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. K.S.A. 40-

4909(b).

7. A producer must inform the Commissioner of Insurance within 30 days of

any discipline against a producer's license. K.A.R. 40-7-9(a).

Conclusions of Law

8. The Commissioner has jurisdiction over Respondent as well as the subject

matter of this proceeding, and such proceeding is held in the public interest.

The Commissioner finds, based on the facts contained in paragraphs 3 and 4, that Respondent has demonstrated incompetence, untrustworthiness, or financial irresponsibility in the conduct of business.

9. Based on the Respondent's discipline and failure to report the discipline, the Commissioner concludes that sufficient grounds exist for the revocation of Respondent's insurance agent's license pursuant to K.S.A. 40-4909(b) because such license is not properly serving the interests of the insurer and the insurable interests of the public.

10. Based on the facts and circumstances set forth herein, it appears that the use of summary proceedings in this matter is appropriate, in accordance with the provisions set forth in K.S.A. 77-537(a), in that the use of summary proceedings does not violate any provision of the law and the protection of the public interest does not require the KID to give notice and opportunity to participate to persons other than Walter Bugbee Knorpp.

IT IS THEREFORE ORDERED BY THE COMMISSIONER OF INSURANCE THAT the Kansas nonresident insurance agent's license of Walter Bugbee Knorpp is hereby **REVOKED.** It is further ordered, that Walter Bugbee Knorpp 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.

3

NOTICE OF RIGHTS

(Pursuant to K.S.A. 77-542)

Walter Bugbee Knorpp is entitled to a hearing pursuant to K.S.A. 77-537 and K.S.A. 77-542, the Kansas Administrative Procedure Act. If Respondent desires a hearing, she must file a written request for a hearing with:

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

This request must be filed within fifteen (15) days from the date of service of this Order. If Respondent requests a hearing, the Kansas Insurance Department will notify him of the time and place of the hearing and information on procedures, right of representation, and other rights of parties relating to the conduct of the hearing, before commencement of the same.

If a hearing is not requested in the time and manner stated above, this Summary Order shall become effective as a Final Order upon the expiration of time for requesting a hearing, pursuant to K.S.A. 77-613. In the event Respondent files a Petition for Judicial Review, pursuant to K.S.A. §77-613(e), the agency officer to be served on behalf of the Kansas Insurance Department is:

John W. Campbell, General Counsel Kansas Insurance Department 420 S.W. 9th Street Topeka, Kansas 66612 IT IS SO ORDERED THIS __9th__ DAY OF _____NOVEMBER_____, 2009,

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 serviced a true and correct copy of the above and foregoing Notice and Summary Order on this ___9th__ day of November____, 2009, by placing the same in the United States Mail, first class postage prepaid, addressed to the following:

Mr. Walter Bugbee Knorpp P.O. Drawer A Clarendon, TX 79226-2001

> _/s/ John R. Dowell_____ John R. Dowell Staff Attorney