

**STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION**

In the Matter of **John K. Sandels**) **STIPULATION** and
) **FINAL ORDER**
) Case No. INS 07-02-003

STIPULATION

The Director of the Oregon Department of Consumer and Business Services (director) commenced this administrative proceeding, pursuant to Oregon Revised Statutes (ORS) 731.256, to take enforcement action against John K. Sandels (Sandels).

Sandels desires to conclude this proceeding without a hearing by entering into this stipulation pursuant to ORS 183.415(5).

Sandels waives all rights relative to an administrative hearing and judicial review thereof.

Sandels stipulates to the following facts, conclusions, action, and to the issuance of a final order incorporating this stipulation.

Facts and Conclusions

Licensing Information

Sandels has been licensed in Oregon as a resident individual insurance producer from 8/31/94 to 8/31/96 and since 4/7/05. Sandels' last recorded residence address is located in Tigard, Oregon.

Forged Person's Name on Application for Insurance or Related Document

Sandels is subject to enforcement action pursuant to ORS 744.074(1)(k) because of the following circumstances. ORS 744.074(1)(k) permits the director to take any authorized enforcement action against a person who has applied for a license or is licensed in Oregon as an insurance producer if the person forged another person's name to an application for insurance or to any document related to an insurance transaction. On or about 5/3/06, Sandels completed and received from Piotr and Jadviga Pomykala (Pomykala) of Clackamas, Oregon an application for insurance

to be provided by MEGA Life and Health Insurance Company (MEGA). Pomykala wanted to pay the premium for the policy in monthly payments and have MEGA automatically withdraw each payment from Pomykala's checking account. Sandels completed an automatic withdrawal authorization form but neglected to have Pomykala sign the form. On or about 5/4/06, Sandels discovered the Pomykala had not signed the form. Sandels had not received any commission recently and needed some money. If Sandels submitted the application that day, then Sandels would receive a commission sooner. So Sandels signed Pomykala's name on the form without Pomykala's authorization.

Action

As consideration for the director not further investigating or taking enforcement action against Sandels, Sandels surrenders his Oregon resident insurance producer license effective on the date of this stipulation; and agrees to never apply for or renew any license authorized by ORS Chapter 744, or have any equity interest in, be an officer or director of, or be employed by or contracted with, any person that is issued any license authorized by ORS Chapter 744.

Dated March 6, 2007

/s/ John K. Sandels
John K. Sandels

FINAL ORDER

The director incorporates herein and adopts the above stipulation as the director's final decision in this proceeding, and orders that no enforcement action shall be taken.

Dated March 19, 2007

/s/ Joel Ario
Joel Ario
Administrator
Insurance Division
Department of Consumer and Business Services