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3 STATE OF OREGON  
4 DEPARTMENT OF CONSUMER AND BUSINESS SERVICES  
5 DIVISION OF FINANCIAL REGULATION

6 In the Matter of:

Case No. INS-16-0080

7 PATRICK WILSON,

8 Respondent.

FINAL ORDER TO CEASE AND  
DESIST, FINAL ORDER REVOKING  
LICENSE AND ASSESSING CIVIL  
PENALTY, ENTERED BY DEFAULT

9 On April 8, 2016 and May 13, 2016, the Director of the Department of Consumer  
10 and Business Services (“Director”), by and through the Division of Financial Regulation  
11 (“Division”), properly served Notice on Patrick Wilson (“Respondent”) that the Director  
12 intended to revoke Respondent’s Resident Insurance Producer License and assess a civil  
13 penalty.

14 The Notice offered Respondent an opportunity for a hearing, if requested within  
15 30 days. The Notice further informed Respondent that if a hearing was not conducted  
16 because Respondent did not timely request a hearing or otherwise defaulted, then the  
17 designated portion of the Director’s file and all materials submitted by Respondent in this  
18 case would automatically become part of the contested case record for the purpose of  
19 proving a *prima facie* case.

20 The Director did not receive from Respondent a request for a hearing and did not  
21 conduct a hearing.

22 The Director finds that the record of this proceeding proves a *prima facie* case.

23 The Director makes the following Findings of Fact, Conclusions of Law, Orders,  
24 and Notice of Right to Judicial Appeal.

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26 FINDINGS OF FACT

Division of Financial Regulation  
Labor and Industries Building  
350 Winter Street NE, Suite 410  
Salem, OR 97301-3881  
Telephone: (503) 378-4387





1 The Director FINDS that:

2 1. Respondent has an Oregon Resident Insurance License (“License”), No.  
3 17182699, which expires on October 21, 2016. Respondent’s national producer number  
4 is 17182699.

5 2. Farmers Insurance conducted an investigation which revealed that fictitious  
6 Electronic Fund Transfer (“EFT”) bank account numbers were used to process invalid  
7 premium payments on legitimate policies and circumvent premium collection  
8 requirements in order to write new business. Between March 2014 and July 2014,  
9 Respondent processed twenty-two EFT payments on fourteen policies. The EFT  
10 payments were returned approximately a week later from the bank because the account  
11 was invalid. As a result of the fictitious payments, Respondent received \$3,967.76 in  
12 new business commissions and \$2,682.00 in earned premium owing on the fourteen  
13 policies.

14 3. On April 14, 2014, Respondent wrote a fire policy using a fictitious EFT bank  
15 account to pay the premium for a potential insurer that requested a quote and declined the  
16 coverage based on the cost of the premium.

17 4. On April 29, 2014, Respondent wrote an auto policy using a fictitious EFT  
18 bank account to pay the premium for an insured that did not request the auto policy.

19 5. Respondent submitted a life insurance policy application on a current insured  
20 that did not request the coverage. The insured verified that the signature on the life  
21 insurance application was not his signature and the address on the policy was not his  
22 address.

23 6. Respondent was terminated from Farmers for cause on November 24, 2014.

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25 CONCLUSIONS OF LAW

26 The Director CONCLUDES that:



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SO ORDERED this 16<sup>th</sup> day of June, 2016 in Salem,

Oregon.

PATRICK M. ALLEN, Director  
Department of Consumer and Business Services

/s/ David Tatman  
David C. Tatman, Chief of Enforcement  
Division of Financial Regulation

NOTICE OF RIGHT TO JUDICIAL APPEAL

You are entitled to judicial review of this order in accordance with ORS 183.482.

You may request judicial review by filing a petition with the Court of Appeals in Salem,  
Oregon, within 60 days from the date this order is served.

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