STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
INSURANCE DIVISION

In the Matter of the Application of William C. Hatton for an Oregon Resident Insurance Producer's License	**)** **)** **)** **)**	**STIPULATION and CONSENT ORDER Case No. INS 15-06-036**

The Director of the Department of Consumer and Business Services for the State of Oregon ("Director"), pursuant to the authority set forth in ORS 744.074, and having reviewed the files and records of the Oregon Insurance Division, stipulates to the following:

Findings of Fact:

1. William C. Hatton ("Hatton") applied for an Oregon Resident Insurance Producer's License ("License") on or about April 16, 2015. Hatton's NAIC National Producer Number is 8994956.
2. As part of the application process, Hatton completed and submitted to the Director a license application that indicated Hatton had been convicted of a criminal offense.
3. In response to a request for additional information, Hatton provided documents showing that on or about December 13,1993, he was convicted in North Carolina of Breaking and Entering, a felony, in Sampson County Superior Court.
4. Hatton also provided documents showing that on or about September 29, 2014, he was convicted in Oregon of two counts of Assault, 3rd degree, felonies, and one count of felony Driving Under the Influence in Multnomah County Circuit Court.

Conclusions:

1. Under ORS 744.074(1)(f), the Director may place a licensee on probation for having been convicted of a felony.
2. Hatton has been convicted of three felonies in two different proceedings.
3. Based upon the foregoing, the Director proposes to issue a License to Hatton, contingent upon entering into this order and agreeing to the following terms of terms of probation.

Probation:

Hatton agrees that in consideration of the Director's issuance of a License he will comply with following terms of probation:

1. Hatton will obey all federal, state, and local laws;
2. Hatton will comply with all applicable insurance statutes, rules, and regulations;
3. Hatton will remain current on any court-ordered financial obligations and terms of probation at all times while his license is in effect;
4. Hatton will complete two hours of Continuing Education in Ethics and submit proof of completion to the Director within 180 days of issuance of the License; this Continuing Education obligation is *in addition* to any Continuing Education requirements necessary for Hatton to maintain his License;
5. Within 30 days of issuance of a License to Hatton, and not less than each six months thereafter, Hatton will deliver to the Director a statement identifying by bank name and account number each trust account that Hatton maintains or over which Hatton has signature authority along with an accurate accounting for each such trust account;
6. Hatton may not serve as the designated licensed insurance producer for a business entity (DLRP) under ORS 744.059(2)(b) without prior express written consent of the Director;
7. Hatton will report to the Director any new criminal charges against him as well as the disposition of any criminal charges against him that are dismissed, that result in a judgment of conviction, or that are otherwise resolved during this term of probation;
8. This term of probation will continue for two years from the issuance of a renewed License to Hatton unless extended by the Director.

Hatton agrees that during the two-year term of probation the Director may, in the Director's discretion and without prior notice, immediately extend the length of probation, modify the terms of probation, or suspend or revoke Hatton's License based upon the Director's receipt of information regarding any improper activity by Hatton, including, without limitation, any criminal investigation or pending criminal charges against Hatton that begin or continue during the probationary period; the commencement or continuation of an investigation by the Oregon Insurance Division or by any comparable organization of another state or political entity of the United States related to Hatton's insurance activities; any civil

charges or official investigations involving allegations of fraud or dishonesty against Hatton; or a determination by the Director that Hatton failed to comply with any term of probation.

Stipulation to Order and Probation:

1. Hatton stipulates to the foregoing facts and conclusions and agrees that in further consideration of the Director's issuance of a License he will comply with the terms of probation set forth in this order.
2. Hatton acknowledges that this Stipulation and Consent Order is an administrative action that the Director will report to the National Association of Insurance Commissioners (NAIC), and further acknowledges that he may be required to report this administrative action to any states in which he holds an insurance license and that he may be required to disclose this administrative action on any insurance license application.
3. The Director hereby orders that a renewal of the License be issued in accordance with the terms of this Stipulation and Consent Order and subject to the terms of probation set out herein.
4. In further consideration of the Director's issuance of a License, Hatton consents to entry of this order, consents to the terms of probation set out herein, and hereby waives any and all hearing rights as well as any rights to judicial or administrative review of this order.

Dated October 13, 2015 /s/ William C. Hatton
William C. Hatton

State of Oregon

County of Multnomah

Signed or attested before me on October 13, 2015 by William Hatton.

/s/ Megan Nicole Webb
Notary Public - State of Oregon

FINAL ORDER

The Director incorporates the above Findings of Fact, Conclusions of Law, and Stipulation to Order and Civil Penalty, adopts them as the Director's final decision in this proceeding, and orders that the actions stated therein be taken.

Dated August 28, 2015

/s/ Laura N. Cali
Laura N. Cali
Oregon Insurance Commissioner
for the Director, Department of Consumer
and Business Services