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STATE OF ALASKA

DEPARTMENT OF COMMUNITY & ECONOMIC DEVELOPMENT

DIVISION OF INSURANCE

In the Matter of:)
)
 EDWARD F. BUKOVINSKY,)
)
 Licensee.)
 _____)

Case No. D 02-01

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and Edward F. Bukovinsky (Mr. Bukovinsky), stipulate and agree to the following:

I. BACKGROUND

A. On or about February 5, March 7, and August 6, 2001, the division received requests from Mr. Bukovinsky to renew and to amend license number 6082 from the principal and compliance officer for Sherwood Insurance Services of WA, Inc. to an individual in the firm of Puget Sound Underwriters, Inc.

B. Upon a complaint from James W. Barnes of Sherwood Insurance Services of WA, Inc., the division initiated an investigation of Mr. Bukovinsky. Because of the investigation and the fact that Mr. Bukovinsky's license was due to expire on September 10, 2001, the division extended his license until the issues were reviewed and resolved.

C. The investigation revealed that Mr. Bukovinsky violated AS 21.36.030 by misrepresenting the terms of one insurance policy he sold, which could be grounds for denial, nonrenewal, suspension, or revocation of his license under AS 21.27.410(a)(5) and (8).

STATE OF ALASKA
DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE
3601 C STREET, SUITE 1324
ANCHORAGE, ALASKA 99503-7900
PHONE (907) 269-7900
FAX (907) 269-7910
TDD (907) 465-5437

1 II. TERMS OF AGREEMENT

2 1. The division will reissue license number 6082 to Mr. Bukovinsky subject
3 to the following conditions:

4 a. Within six months of the date the director signs an order
5 approving this agreement, Mr. Bukovinsky will successfully complete a course in professional
6 ethics in insurance that has been approved in advance by the director or his designee and
7 provide proof of that completion to the division.
8

9 b. Mr. Bukovinsky will submit to the division quarterly sworn
10 statements indicating that he has complied with the insurance code and applicable regulations.
11 The statements should be in a form similar to the attached Exhibit A and must also be signed
12 under oath by his supervisor, S Chris King, or Mr. King's successor as compliance officer of
13 the firm. If there is a new compliance officer, Mr. Bukovinsky agrees to provide the director
14 with a letter from the new person agreeing to assume the obligations of the compliance officer
15 under this agreement. These conditions will remain in effect for two years from the date the
16 division issues Mr. Bukovinsky a license. During that period of time, Mr. Bukovinsky will
17 report directly to Mr. King or his successor.
18

19 c. Should Mr. Bukovinsky change his place of employment at any
20 time within two years from the issuance of his license, he must provide each new employer
21 with a copy of this agreement, and he must first provide the director with a letter from the
22 compliance officer of his new employer agreeing to assume the obligations of the compliance
23 officer under this agreement.
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1 d. Mr. Bukovinsky agrees to pay a civil penalty under
2 AS 21.27.440(a) in the amount on \$1,000 with \$500 suspended. The unsuspended portion of
3 the penalty is due no later than six months from the date the director signs the order approving
4 this agreement.
5

6 e. In the event Mr. Bukovinsky violates the insurance code or
7 applicable regulations during the next two years, the suspended portion of the civil penalty
8 under d of this paragraph will be reinstated. Mr. Bukovinsky also will be subject to any and all
9 sanctions authorized by the insurance code including imposition of additional fines or penalties.
10

11 2. By signing this agreement, Mr. Bukovinsky and Mr. King understand and
12 agree that any failure to comply with the terms of this agreement may be grounds to revoke,
13 further suspend, or non-renew Alaska insurance license number 6082.

14 3. Mr. Bukovinsky understands that this agreement is not binding on the
15 parties unless and until the director signs the order approving the agreement.
16

17 DATED: 1/28/02

DIVISION OF INSURANCE

18 By: Linda Brunette
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Linda Brunette
Licensing Supervisor

22 DATED: 1/16/02
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Edward F. Bukovinsky
Edward F. Bukovinsky

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DATED: 1-16-02

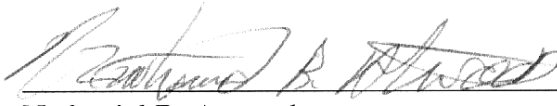
~~P~~BUDGET SOUND UNDERWRITERS, INC.

By: 
S. Chris King
Principal and Compliance Officer

Approved as to form and content:

DATED: 1/24/02


BRUCE M. BOTELHO
ATTORNEY GENERAL

By: 
Nathaniel B. Atwood
Assistant Attorney General

ORDER

IT IS ORDERED that this Stipulated Agreement and Order is adopted in full resolution of the issues in this case, and shall constitute the final order in this matter.

DATED this 4th day of February, 2002.


Robert A. Lohr
Director