

FILED

BEFORE THE STATE OF WASHINGTON  
OFFICE OF INSURANCE COMMISSIONER

2015 MAR -2 P 2:14

In the Matter of )  
 )  
KARLA PADILLA REYNA, )  
 )  
 )  
Licensee. )  
\_\_\_\_\_ )

**Docket No. 14-0196**

**ORDER ON REQUEST FOR STAY  
OF ORDER REVOKING LICENSE**

**TO:** Karla Padilla Reyna  
10050 Mieras Road  
Yakima, WA 98901

**COPY TO:** Mike Krcidler, Insurance Commissioner  
James T. Odiorne, J.D., CPA, Chief Deputy Insurance Commissioner  
John F. Hamje, Deputy Commissioner, Consumer Protection Division  
Darryl Colman, Esq., Insurance Enforcement Specialist, Legal Affairs Division  
AnnaLisa Gellermann, Deputy Commissioner, Legal Affairs Division  
Office of the Insurance Commissioner  
PO Box 40255  
Olympia, WA 98504-0255

This case comes before me on the "request to rescind the revocation" of Licensee Karla Padilla Reyna ("Ms. Padilla"), filed February 17, 2015. I consider such request to be Ms. Padilla's Request for stay pending the evidentiary hearing. I have considered the Request, as well as the OIC's Response, filed February 24, 2015. Ms. Padilla did not file a Reply.

1. On October 13, 2014, the OIC issued an Order Revoking License, No. 14-0196 (“Order Revoking”), effective October 31, 2014, which revoked Ms. Padilla’s Washington State insurance producer’s license, based on various alleged violations of the Insurance Code.

2. On January 2, 2015, Ms. Padilla submitted a letter requesting a hearing to contest the Order Revoking (“Demand”).

3. Under RCW 48.04.020(1), a demand for hearing received prior to the effective date of action or proposed action by the commissioner stays such action pending the evidentiary hearing (with certain exceptions not applicable here).

4. On or about October 13, 2014, the OIC mailed the Order Revoking to Ms. Padilla’s most recent address, as shown in the OIC’s licensing records, which appears to have been provided by Ms. Padilla in March 2014, when she applied for renewal of her insurance producer’s license. The OIC’s mailing complied with RCW 48.17.540(4) and WAC 284-17-005(1). Because Ms. Padilla did not present her Demand until after the effective date of the Order Revoking, the automatic stay RCW 48.04.020(1) does not apply.

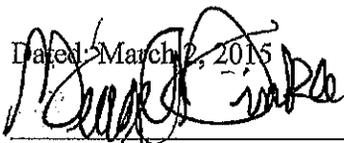
5. Even assuming that, as Ms. Padilla states, she was not aware of the Order Revoking until late November 2014, and further assuming that service of the Order Revoking was only effective then, she filed her Demand more than a month after becoming aware – much longer than the 18 days between the Order Revoking and the effective date of such order. Therefore, her Demand would, regardless, not have qualified for an automatic stay.

6. Under RCW 48.04.020(2), in cases where no automatic stay is provided for, the commissioner may grant a discretionary stay upon written request. I do not believe a discretionary

stay is appropriate in the present case, where Ms. Padilla's conduct, as alleged in the Order Revoking, poses a substantial threat to Washington State consumers.

7. This Order is without prejudice to the full consideration of factual and legal issues presented at the evidentiary hearing.

Dated: March 2, 2015



JUDGE GEORGE FINKLE (Ret.)  
Presiding Officer

Declaration of Mailing

I declare under penalty of perjury under the laws of the State of Washington that on the date listed below, I mailed or caused delivery through normal office mailing custom, a true copy of this document to the following people at their addresses listed above: Karla Padilla Reyna, Mike Kreidler, James T. Odiorne, J.D., CPA, John F. Hamje, Esq., Darryl Colman, Esq., and AnnaLisa Gellermann, Esq.,

DATED this 3rd day of March, 2015.



KELLY A. CAIRNS