



THE STATE OF FLORIDA

OFFICE OF INSURANCE REGULATION

FINAL EXAMINATION REPORT OF

SECURITY PREMIUM FINANCE, INC.

AS OF

December 31, 2018

FLORIDA COMPANY CODE: 89553

Final Examination Report of:
Security Premium Finance, Inc.
5959 Blue Lagoon Drive Suite 302
Miami, FL 33126

Purpose and Scope of Examination

The Florida Office of Insurance Regulation (Office) conducted an examination of Security Premium Finance, Inc. (Company), pursuant to the provisions of Section 627.834(1), Florida Statutes (F.S.). The examination covered the scope period from January 1, 2018 through December 31, 2018. The objective of the examination was to determine the extent of the Company's compliance with the provisions of Chapter 627, Part XV, F.S., and Rule 69O-196, Florida Administrative Code (F.A.C.).

General Comments

The Company was granted a license to conduct premium finance business in the State of Florida on December 6, 1996. The last examination of the Company covered the period from January 1, 2009 through December 31, 2012. The Company is managed by Humberto Irigoyen, who owns 70% of the Company shares, and serves as President. Zunilda Prado owns 5% of the Company shares and serves as Vice President. The remaining shares are owned by other stockholders.

The Company met the requirements of Section 627.828, F.S., reporting a statutory net worth of \$1,709,678 as of December 31, 2018.

Findings and Recommendations

The results of the examination conclude the Company's records are in good order and the Company appears to be in compliance with the provisions of Chapter 627, Part XV, F.S., and Rule 69O-196, F.A.C., with the following exception:

Finance Agreements

Pursuant to Section 627.839(1), F.S., a premium finance agreement shall be in writing, dated, and signed by or on behalf of the insured. This section further provides that the agreement shall not be signed by an insured when it contains any blank space to be filled in after it has been signed. The examination revealed several instances in which signed premium finance agreements contained blank spaces. Based on the following subsequent event, the Office acknowledges that the Company recognized the deficiency and implemented appropriate corrective action. The Office will continue to monitor the Company's compliance with Section 627.839(1), F.S., to ensure premium finance agreements are properly completed.

Subsequent Event: As of December 10, 2019, the Company implemented procedures to mitigate blank spaces on premium finance agreements.

Examination Final Report Submission

The Office hereby issues this Final Report based upon information from the draft report, additional research conducted by the Office, and additional information provided by the Company.