

STATE OF NEW JERSEY
DEPARTMENT OF BANKING AND INSURANCE

IN THE MATTER OF:

Proceedings by the Commissioner of Banking and Insurance, State of New Jersey, to revoke the insurance license of Kellar Covington Jr., Reference No. 8913611 and Kellar Tax Services LLC, Reference No. 1530835)
)
) CONSENT
) ORDER
)

To: Kellar Covington Jr. #65929050
Metropolitan Detention Center
80 29th Street
Brooklyn, NY 11232

Kellar Covington Jr.
1411 Leslie Street
Hillside, NJ 07205

Kellar Tax Services LLC
c/o Kellar Covington #65929050
Metropolitan Detention Center
80 29th Street
Brooklyn, NY 11232

Kellar Tax Services LLC
1411 Leslie Street
Hillside, NJ 07205

This matter, having been opened by the Commissioner of Banking and Insurance (“Commissioner”), State of New Jersey, upon information that Kellar Tax Services LLC (“KTS”), licensed as a resident business entity insurance producer pursuant to N.J.S.A. 17:22A-32b, and its designated responsible licensed producer (“DRLP”), Kellar Covington Jr. (“Covington”), licensed as a resident individual insurance producer pursuant to N.J.S.A. 17:22A-32a, may have violated various provisions of the insurance laws of the State of New Jersey; and

WHEREAS, Kellar Tax Services LLC and Kellar Covington Jr. (collectively “Respondents”) are subject to the provisions of New Jersey Insurance Producer Licensing Act of 2001, N.J.S.A. 17:22A-26 et seq.; and

WHEREAS, pursuant to N.J.S.A. 17:22A-40a (2) an insurance producer shall not violate any insurance laws, or violate any regulation, subpoena or order of the Commissioner or of another state's insurance regulator; and

WHEREAS, pursuant to N.J.S.A. 17:22A-40a (6) an insurance producer shall not have been convicted of a felony or crime of the fourth degree or higher; and

WHEREAS, pursuant to N.J.S.A. 17:22A-40a (16) a producer shall not commit a fraudulent act; and

WHEREAS, pursuant to N.J.S.A. 17:22A-40a (18) a producer shall notify the Commissioner within 30 days of a conviction of any crime, indictment or the filing of any formal criminal charges; and

WHEREAS, pursuant to N.J.S.A. 17:22A-47(b) a producer shall notify the Commissioner within 30 days of the initial pretrial hearing of the criminal prosecution of the producer taken in any jurisdiction; and

IT APPEARING, that the Respondent, pursuant to a plea agreement entered between the Respondent and the United States Attorney, District of New Jersey on November 13, 2013, pled guilty to a one count information which charged the Respondent with one count of tax fraud (Title 26, United States Code, Section 7206 (2)) that involved willfully assisting in the preparation of a false income tax return, in violation of N.J.S.A. 17:22A-40a (2), (6), and (16); and

IT FURTHER APPEARING, that the Respondent failed to notify the Commissioner of the criminal charges filed against the Respondent and his conviction within the 30 day time period, in violation of N.J.S.A. 17:22A-40a (18) and N.J.S.A. 17:22A-47b; and

IT FURTHER APPEARING, that this matter should be resolved upon the consent of the parties without resort to a formal hearing; and

NOW, THEREFORE, IT IS on this 5th day of ~~JANUARY, 2014~~ 2015


ORDERED AND AGREED, that pursuant to N.J.S.A. 17:22A-40a, the Respondents consent to the revocation of their resident insurance producer licenses, Reference Numbers 8913611 and 1530835, and said licenses shall be immediately returned to the Department upon execution of this Consent Order; and sent to the attention of:

New Jersey Department of Banking and Insurance
Attention: Virgil Dowtin
9th Floor, Consumer Protection Services, Enforcement
P. O. Box 329
Trenton, New Jersey 08625

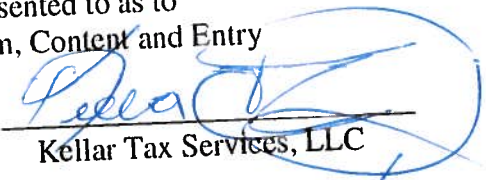
IT IS FURTHER ORDERED AND AGREED, that pursuant to N.J.A.C. 11:17D-2.7, Respondent Covington is barred from applying for an insurance producer license for a period of five years from the date of the Commissioner's issuance of this Consent Order and shall comply with N.J.A.C. 11:17E-1.3 should he seek to be employed in the business of insurance in this State; and


IT IS FURTHER ORDERED AND AGREED, that the Respondents will be allowed to apply for an insurance producer license immediately should their appeal to vacate the judgment of conviction on the aforementioned charges be granted; and

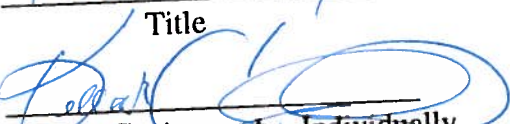
IT IS FURTHER ORDERED AND AGREED, that the provisions of this Consent Order represent a final agency decision and constitute a final resolution of the violations contained herein.

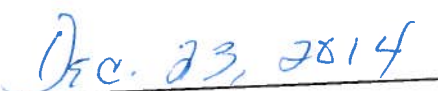

Peter L. Hart
Acting Director of Insurance

Consented to as to
Form, Content and Entry

By: 
Kellar Tax Services, LLC


President/owner

Title

Kellar Covington Jr. - Individually


Date