

BEFORE THE DIVISION OF INSURANCE
DEPARTMENT OF LABOR AND REGULATION
STATE OF SOUTH DAKOTA

IN THE MATTER OF
ASSOCIATION HEALTH CARE
MANAGEMENT, INC.

INS 26-30260

CONSENT ORDER
ORDER TO CEASE AND DESIST

In resolution of the above matter and in lieu of issuance of a Notice of Hearing and a formal hearing, the undersigned parties do hereby agree to the following:

ASSOCIATION HEALTH CARE MANAGEMENT, INC. ("AHCM"), with an address of record of 11111 Richmond Ave, Suite 200, Houston, TX 77082, is operating in the state of South Dakota as a third-party administrator (TPA) in the State of South Dakota without holding a TPA license;

AHCM is aware that the South Dakota Division of Insurance (Division) has conducted an investigation into its insurance-related business;

The Division alleges the following with regard to AHCM:

1. AHCM operated as a TPA without a license for certain unauthorized insurance business, in violation of SDCL 58-29D-2, 58-30-143, 58-8-1, 58-8-3, 58-33-96;
2. From 2010 to 2025, AHCM was subject to enforcement actions and complaints from South Dakota consumers;
3. Due to AHCM's violations and the substantial evidence of its unlicensed activities in South Dakota, an Order to Cease and Desist is appropriate in these matters pursuant to SDCL 58-4-7 and 58-33-40;
4. The above-cited conduct constitutes grounds for the Division to unilaterally issue an Order to Cease and Desist pursuant to SDCL 58-4-7, 58-33-1, and 58-33-40 and to seek further enforcement action as necessary to protect South Dakota consumers;

AHCM is aware of and understands the nature of the allegations and has been informed that it has the right to a Notice of Hearing, counsel, and appeal, and that by signing this Consent Order, waives these rights;

In return for AHCM agreeing to, signing, and complying with the provisions of this Consent Order, the Division agrees not to proceed to administrative hearing and agrees that this Consent Order will constitute an informal disposition of this licensing matter pursuant to SDCL 1-26-20;

AHCM further agrees to the entry of this Consent Order and the Order to Cease and Desist below and to comply therewith in lieu of contesting this matter formally;

AHCM further agrees that this Consent Order may be considered for the purpose of determining the appropriate sanction in any future actions with the Division for any violations of the laws or regulations of the State of South Dakota or for failing to abide by any order of the Director;

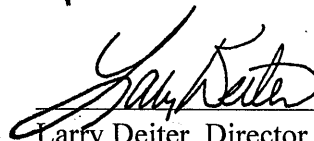
Wherefore, good cause appearing from the foregoing, it is hereby ORDERED pursuant to SDCL 58-4-7 and 58-33-40 that AHCM shall PERMANENTLY CEASE AND DESIST from offering or selling health coverage or health insurance to the residents of the State of South Dakota, including acting as a TPA in this state, beginning October 1, 2026; and it is further

ORDERED that AHCM abide by the agreements made by it in this Consent Order; and it is further

ORDERED should AHCM fail to comply with the provisions of this Consent Order or the Order to Cease and Desist as contained herein, the Division may seek any and all remedies available at law; and it is further

ORDERED that the provisions of this Consent Order, including the Order to Cease and Desist, shall be effective from the date the Director signs this Order.

Dated at Pierre, South Dakota this 18th day of September, 2026.



Larry Deiter, Director

South Dakota Division of Insurance

The undersigned, on behalf of AHCM, represents it understands the terms of this Consent Order and the waiver of its due process rights and voluntarily enters into this Consent Order.

Dated this ¹⁸ day of Sep, 2026.

Signed by:



77D018B168BEA48E...

Signature of Authorized Representative

Nuthan Jonna

Printed Name

Authorized Representative

Title