

OCT 26 2006

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPT OF INSURANCE
BY CB

1 In the Matter of:)
 2)
 3) No. 06A-207- INS
 4 **KENNETH DUANE FELDHACKER**)
 5) **CONSENT ORDER**
 6 Respondent.)
)
)
)
)

7 The State of Arizona Department of Insurance ("Department") has received evidence
 8 that Kenneth Duane Feldhacker ("Respondent") violated provisions of Title 20, Arizona
 9 Revised Statutes. Respondent wishes to resolve this matter without the commencement of
 10 formal proceedings, and admits the following Findings of Fact are true and consents to entry
 11 of the following Conclusions of Law and Order.

FINDINGS OF FACT

- 12
- 13 1. Respondent is, and was at all material times licensed as an Arizona resident life,
 14 health, and variable annuities producer, Arizona license number 668725, which license expires
 15 January 31, 2007.
 - 16 2. On or about September 12, 2006 the Arizona Corporation Commission issued
 17 Docket No. S-20469A-06-0527, Decision No. 68940, ordering the revocation of Duane
 18 Feldhacker's securities salesman registration, that he cease and desist from violating the
 19 Securities Act and pay administrative penalties in the amount of \$50,000.00 for
 20 misappropriating \$278,134.00 from seven clients in 93 transactions over a five year period by
 21 forging their names on account documents, including transfer forms and annuity surrender
 22 forms, and using blank forms signed by the clients to withdraw funds from their mutual funds,
 23 variable and fixed annuities, and life insurance accounts without their knowledge or consent.

1 **ORDER**

2 IT IS HEREBY ORDERED THAT Respondent's license is revoked effective
3 immediately upon entry of this Order.

4
5 DATED AND EFFECTIVE this 25th day of October, 2006.

6
7 
8 _____
9 CHRISTINA URIAS
10 Director of Insurance

11 **CONSENT TO ORDER**

12 1. Respondent has reviewed the foregoing Findings of Fact, Conclusions of Law
13 and Order.

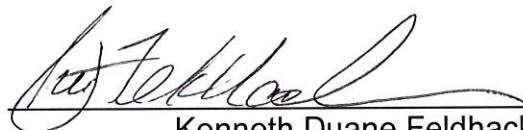
14 2. Respondent admits the jurisdiction of the Director of Insurance, State of Arizona,
15 and admits the foregoing Findings of Fact and consents to the entry of the foregoing
16 Conclusions of Law and Order.

17 3. Respondent is aware of his right to notice and a hearing at which he may be
18 represented by counsel, present evidence and examine witnesses. Respondent irrevocably
19 waives his right to such notice and hearing and to any court appeals relating to this Consent
20 Order.

21 4. Respondent states that no promise of any kind or nature whatsoever, except as
22 expressly contained in this Consent Order, was made to him to induce him to enter into this
23 Consent Order and that he has entered into this Consent Order voluntarily.

1 5. Respondent acknowledges that the acceptance of this Consent Order by the
2 Director is solely to settle this matter against him and does not preclude any other agency,
3 officer, or subdivision of this state from instituting civil or criminal proceedings as may be
4 appropriate now or in the future.

5
6 10-18-2006
Date


Kenneth Duane Feldhacker
License Number 668725

7
8 COPIES of the foregoing mailed/delivered
9 this 26th day of October, 2006, to:

10
11 Kenneth Duane Feldhacker
12 1201 S. Alma School Road
13 Mesa, AZ 85210
14 Respondent

15 Alan Baskin, Atty.
16 80 East Rio Salado Parkway, Suite 515
17 Tempe, AZ 85251
18 Attorney for Respondent

19 Mary Kosinsk, Executive Assistant for Regulatory Affairs
20 Catherine M. O'Neil, Consumer Legal Affairs Officer
21 Steve Fromholtz, Licensing Supervisor
22 Arnold Sniegowski, Investigations Supervisor
23 Mark Denman, Investigator
Department of Insurance
2910 North 44th Street, Suite 210
Phoenix, Arizona 85018


Curvey Walters Burton