

JUN 17 2019

STATE OF ARIZONA

DEPARTMENT OF INSURANCE

DEPT OF INSURANCE  
BY MEK

In the Matter of:

**BREADY, JOHN BAKER III**  
(National Producer Number 18851806)

**Respondent.**

No. 19A-090-INS

**CONSENT ORDER**

The State of Arizona Department of Insurance ("Department") has received evidence that **John Baker Bready III** ("Bready" or "Respondent") violated provisions of Title 20, Arizona Revised Statutes ("A.R.S."). Respondent wishes to resolve this matter without the commencement of formal proceedings, and admits the following Findings of Fact are true and consents to entry of the following Conclusions of Law and Order.

**FINDINGS OF FACT**

1. Bready was, at all material times, licensed as an Arizona non-resident life and accident and health or sickness insurance producer. Bready is licensed in good standing in his resident state of Florida (License # W499821). The Department issued Bready a license, number 18851806, on July 24, 2018. The license is scheduled to expire on September 30, 2021.

2. Bready's addresses of record are: 6350 Black Ridge VW, Apt. 308, Colorado Springs, Colorado 80924-4429 (business and mailing), and [john.b.bready@gmail.com](mailto:john.b.bready@gmail.com) (business email).

1 **Freedom Life Insurance Company of America Complaint**

2 3. On or about November 19, 2018, Freedom Life Insurance Company of America  
3 (the "Company") submitted a "Termination for Cause" letter ("complaint") for Bready to the  
4 Department.

5 4. Per the complaint, on or about October 11 and 26, 2018, Bready sold health  
6 insurance policies to two (2) separate Arizona consumers. Both policies listed Bready's  
7 personal banking account information as the method of payment.

8 5. Bready admitted to using his personal bank account on the two policies he sold.

9 6. The Company advised that both Arizona consumers have updated their method  
10 of payment and their policies are in force.

11 **CONCLUSIONS OF LAW**

12 1. The Director has jurisdiction over this matter.

13 2. Respondent's conduct, as described above, constitutes using fraudulent  
14 practices in the course of doing insurance business, demonstrating incompetence,  
15 untrustworthiness or financial irresponsibility in the conduct of business in this state or  
16 elsewhere, in violation of A.R.S. § 20-295(A)(8).

17 3. Respondent's conduct, as described above, constitutes presenting an  
18 application for the issuance of an insurance policy, or causing to be presented or prepared  
19 with the knowledge, or belief that it will be presented an oral or written statement, including  
20 computer generated documents to or by an insurance producer that contains untrue  
21 statements of material fact, with the meaning of A.R.S. § 20-463(A)(1)(a).

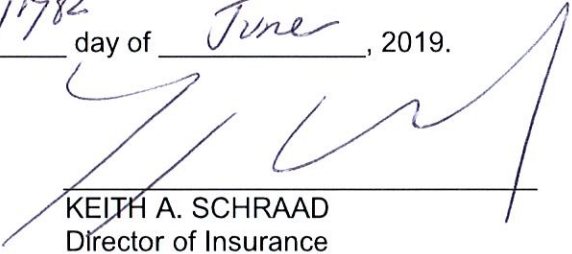
1 4. Grounds exist for the Director to deny, suspend for not more than twelve  
2 months, revoke or refuse to renew and insurance producer's license, within the meaning of  
3 A.R.S. § 20-295(A).

4 **ORDER**

5 IT IS HEREBY ORDERED THAT:

6 The non-resident insurance producer license for **John Baker Bready III**, National  
7 Producer Number 18851806, is revoked effective immediately upon entry of this Order.

8 DATED AND EFFECTIVE this 17<sup>th</sup> day of June, 2019.

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11 KEITH A. SCHRAAD  
Director of Insurance

12 **CONSENT TO ORDER**

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

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

18 3. Respondent is aware of his right to notice and to a hearing, at which he may be  
19 represented by counsel, present evidence and examine witnesses. Respondent irrevocably  
20 waives his right to such notice and hearing and to any court appeals relating to this Consent  
21 Order.  
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1 4. Respondent states that no promise of any kind or nature whatsoever, except as  
2 expressly contained in this Consent Order, was made to him to induce him to enter into this  
3 Consent Order and that he has entered into this Consent Order voluntarily.

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

8 6. Respondent acknowledges that this Consent Order is an administrative action  
9 that the Department will report to the National Association of Insurance Commissioners  
10 (NAIC) and that he may have to report this administrative action on any future licensing  
11 applications either to the Department or other states' Departments of Insurance.

12  
13 06/13/19  
Date

14   
\_\_\_\_\_  
John Baker Bready III (NPN License No. 18851806)

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19 **COPY** of the foregoing mailed this  
20 19th day of June, 2019, to:

21 John Baker Bready III  
22 6350 Black Ridge VW Apt. 308  
23 Colorado Springs, CO 80924-4429  
24 Respondent


1 **COPY** of the foregoing delivered, same date, to:

2 Mary Kosinski, Regulatory Legal Affairs Officer  
3 Catherine M. O'Neil, Consumer Legal Affairs Officer  
4 Steven Fromholtz, Assistant Director, Consumer Protection Division  
5 Sharyn Kerr, Administrative Assistant, Consumer Protection Division  
6 Wendy Greenwood, Investigations Supervisor  
7 Jeff Eavenson, Investigator  
8 Arizona Department of Insurance  
9 100 North 15<sup>th</sup> Avenue, Ste.102  
10 Phoenix, Arizona 85007-2624

11 Copy sent same date via electronic mail to:

12 John Baker Bready III  
13 [john.b.bready@gmail.com](mailto:john.b.bready@gmail.com)  
14 [john.bready@ushadvisors.com](mailto:john.bready@ushadvisors.com)  
15 Respondent

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Francine Martinez