

BEFORE THE INSURANCE COMMISSIONER OF THE  
STATE OF OKLAHOMA

FILED

JUN 28 2017

INSURANCE COMMISSIONER  
OKLAHOMA

STATE OF OKLAHOMA, ex rel. JOHN D. )  
DOAK, Insurance Commissioner, )  
 )  
Petitioner, )  
 )  
v. )  
 )  
PAUL DOUGLAS STANLEY, )  
a licensed insurance producer in the State of )  
Oklahoma, )  
 )  
Respondent. )

Case No. 17-0437-DIS

**CONDITIONAL ADMINISTRATIVE ORDER**  
**AND NOTICE OF RIGHT TO BE HEARD**

COMES NOW the State of Oklahoma, ex rel. John D. Doak, Insurance Commissioner, by and through his attorney, Barron B. Brown, and alleges and states as follows:

**JURISDICTION**

1. John D. Doak is the Insurance Commissioner of the State of Oklahoma and is charged with the duty of administering and enforcing all provisions of the Oklahoma Insurance Code, 36 O.S. §§ 101 et seq., including the Oklahoma Producer Licensing Act (the "Act"), 36 O.S. §§ 1435.1 through 1435.41.

2. Paul Douglas Stanley ("Respondent") is a licensed insurance producer in the State of Oklahoma. Respondent's mailing address of record is 3317 Beacon Hill St., Edmond, Oklahoma 73034.

3. The Insurance Commissioner may place on probation, censure, suspend, revoke or refuse to issue or renew a license issued pursuant to the Act and/or may levy a

fine up to \$1,000.00 for each occurrence of a violation of the Oklahoma Insurance Code. 36 O.S. § 1435.13(A) and (D).

### **ALLEGATIONS OF FACT**

1. Pursuant to 36 O.S. § 1435.18(A), “[a] producer shall report to the Insurance Commissioner any administrative action taken against the producer in another jurisdiction or by another governmental agency in this state within thirty (30) days of the final disposition of the matter. This report shall include a copy of the order, consent to order or other relevant legal documents.”

2. Additionally, OAC 365:10-5-17(2) provides that any person licensed as a insurance producer with a variable annuity line of authority " . . . shall immediately report to the Commissioner . . . the imposition of any disciplinary sanction (including suspension or expulsion from membership, suspension or revocation or denial of registration) imposed upon him by any national securities exchange, or national securities association, or any Federal, or State or Territorial agency with jurisdiction over securities or contracts on a variable basis."

3. On or about June 8, 2017, the Oklahoma Insurance Department's ("OID") Licensing Division was notified of the of the following administrative action against Respondent: a voluntary entry of an Acceptance, Waiver, & Consent (“AWC”) disciplinary action with the Financial Industry Regulatory Authority ("FINRA") on or about March 14, 2017, which resulted in a bar from associating with any FINRA member in any capacity.

4. As per 36 O.S. § 1435.18(A) and OAC 365:10-5-17(2), Respondent was required to report the aforementioned FINRA disciplinary action to the OID on or before

April 13, 2017. Respondent failed to report the FINRA disciplinary action to the OID on or before April 13, 2017.

### **ALLEGED VIOLATIONS OF LAW**

1. Respondent violated 36 O.S. § 1435.13(A)(2) by violating any insurance laws, or violating any regulation, subpoena or order of the Insurance Commissioner or of another state's Insurance Commissioner.

2. Respondent violated 36 O.S. § 1435.18(A) by failing to report to the Insurance Commissioner any administrative action taken against the producer by another governmental agency within thirty (30) days of the final disposition of the matter.

3. Respondent violated OAC 365:10-9-17(2) by failing to report the imposition of a disciplinary sanction imposed upon him by a national securities association.

### **ORDER**

**IT IS THEREFORE ORDERED** by the Insurance Commissioner that Respondent is **CENSURED** and **FINED FIVE HUNDRED DOLLARS (\$500.00)** for a violation of 36 O.S. §§ and 1435.13(A)(2), 1435.18(A) and OAC 365:10-9-17(2). **The \$500.00 fine is to be paid within thirty (30) days** made payable to the Oklahoma Insurance Department. The \$500.00 civil fine shall be paid by money order or cashier's check. Failure to pay the civil fine or request a hearing within thirty (30) days may result in further administrative action.

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** by the Insurance Commissioner that this Order is a Conditional Order. Unless the Respondent requests a hearing with respect to the Allegations of Fact set forth above within thirty

(30) days of the date of mailing of this Order, this Order and the penalties set forth above shall become a Final Order on the thirty-first day following the date of mailing this Order. A request for hearing should be in writing addressed to Barron B. Brown, Oklahoma Insurance Department, Legal Division, 3625 NW 56<sup>th</sup> St., Suite 100, Oklahoma City, Oklahoma 73112. The request for hearing must state the grounds for the request to set aside or modify the Order.

Any such hearing shall be conducted according to the procedures for contested cases under the Oklahoma Insurance Code (36 O.S. §§ 101 et seq.) and the Oklahoma Administrative Procedures Act (75 O.S. §§ 308a et seq.). If the Respondent serves a timely request for hearing on the Oklahoma Insurance Department, this Conditional Order shall act as notice of the matters to be reviewed at the hearing, and the Allegations of Fact, Alleged Violations of Law, and penalties imposed in this Conditional Order shall be considered withdrawn, pending final resolution at the hearing.

WITNESS My Hand and Official Seal this 28<sup>th</sup> day of June, 2017.



JOHN D. DOAK  
INSURANCE COMMISSIONER  
STATE OF OKLAHOMA

Barron B. Brown  
Assistant General Counsel  
Oklahoma Insurance Department  
3625 NW 56<sup>th</sup> St., Suite 100  
Oklahoma City, OK 73112  
(405) 521-2746

**CERTIFICATE OF MAILING**

I, Barron B. Brown, hereby certify that a true and correct copy of the above and foregoing *Conditional Administrative Order and Notice of Right to be Heard* was mailed by certified mail, with postage prepaid and return receipt requested, on this 28<sup>th</sup> day of June, 2017, to:

Paul Douglas Stanley  
3317 Beacon Hill St.  
Edmond, OK 73034

**CERTIFIED MAIL NO. 7016 0910 0000 8401 4687**

and a copy was delivered to:

Licensing Division



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Barron B. Brown  
Assistant General Counsel

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Paul Douglas Stanley  
 3317 Beacon Hill St.  
 Edmond, OK 73034  
 rlg/17-0437-DIS(BBB)/Cond Adm Ord

PS Form 3800, April 2015 PSN 7530-02-000-9053

7016 0910 0000 8401 4687

**SENDER: COMPLETE THIS SECTION**

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mail piece or on the front if space permits.

1. Article Addressed to:

Paul Douglas Stanley  
 3317 Beacon Hill St.  
 Edmond, OK 73034  
 rlg/17-0437-DIS(BBB)/Cond Adm Ord

RECEIVED  
 OKLAHOMA INSURANCE DEPARTMENT  
 JUL 10 2017  
 Legal Division



9590 9402 1346 5285 6120 89

2. Article Number (Transfer from service label)

7016 0910 0000 8401 4687

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  
 X *[Signature]*  Agent  
 Addressee

B. Received by (Printed Name)  
 Stanley

C. Date of Delivery

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No



3. Service Type

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Insured Mail  Signature Confirmation Restricted Delivery (over \$500)

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