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Department of Insurance  
State of Idaho

BEFORE THE DIRECTOR OF THE DEPARTMENT OF INSURANCE  
OF THE STATE OF IDAHO

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)  
)  
In the Matter of, )  
RICHARD M. BUDWEE and BUDWEE )  
FINANCIAL PLANNING SERVICES, INC., )  
)  
Producer License No. AL33389 )  
)  
)  
\_\_\_\_\_ )

Docket No. 18-2270-04

ORDER

ORDER

NOW THEREFORE, it is hereby ordered:

That because a voluntary admission of all pertinent charges has been made by  
Richard M. Budwee, Resident Producer, holding License No. AL33389;

That the administrative penalty in the amount of Five Hundred (\$500) Dollars has  
been paid; and

That the Agreement and Undertaking, attached hereto and incorporated herein, is  
approved and accepted as resolution of this matter and the administrative action is hereby  
dismissed.

Dated this 3rd day of December, 2004

Gary L. Smith  
Gary L. Smith, Director

PR 500.02



2. Budwee is an insurance producer licensed as such by the Department and has been appointed as an agent of certain insurance companies.

3. Budwee Financial Planning Services, Inc. is a registered investment advisor, licensed as such by the Idaho Department of Finance. This entity was formed and is operated for the sole purpose of providing investment advisory services in accordance with the Idaho Securities Act. Its sole revenues consist of fees charged for investment advice. Budwee Financial Planning Services, Inc. has not been appointed as an insurance agent for any insurer. All commissions for insurance policy sales are earned by and paid to Budwee, not Budwee Financial Planning Services, Inc. Accordingly, Budwee Financial Planning Services, Inc. does not act as an insurance producer and is not required to be licensed as an insurance producer under Idaho Code § 41-1007(2).

4. On or about May 28, 2004, Budwee and Budwee Financial Planning Services, Inc. entered into an Agreement and Order with the Idaho Department of Finance. This administrative action by another governmental agency was not reported by Budwee to the Department of Insurance within thirty (30) days of final disposition of the matter as required by Idaho Code § 41-1021(1).

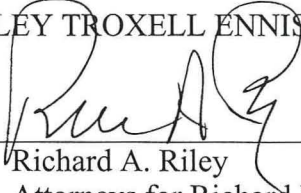
5. Budwee shall reimburse the Department's costs of investigation in the amount of \$500 within thirty (30) days of the date of this Agreement and Undertaking. In addition, Budwee covenants and agrees that he will at all times keep his insurance business separate from the investment advisory business of Budwee Financial Planning Services, Inc. and that Budwee Financial Planning Services, Inc. will not transact insurance within the meaning of Idaho Code § 41-112 without first obtaining an insurance producer license in accordance with Idaho Code § 41-1007(2).

6. The Department shall and does hereby dismiss this administrative proceeding with prejudice, with each party to bear its own costs and fees, except as provided in paragraph 5 above.

DATED this 2 day of December 2004.

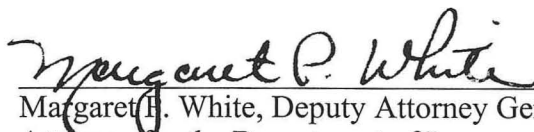
HAWLEY TROXELL ENNIS & HAWLEY LLP

By:

  
Richard A. Riley

Attorneys for Richard M. Budwee and  
Budwee Financial Planning Services, Inc.

DATED this 3 day of December 2004.

  
Margaret P. White, Deputy Attorney General  
Attorney for the Department of Insurance, State of  
Idaho