

BrokerCheck Report

THOMAS JENKINS PARKER

CRD# 356789

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About BrokerCheck®

BrokerCheck offers information on all current, and many former, registered securities brokers, and all current and former registered securities firms. FINRA strongly encourages investors to use BrokerCheck to check the background of securities brokers and brokerage firms before deciding to conduct, or continue to conduct, business with them.

- **What is included in a BrokerCheck report?**

- BrokerCheck reports for individual brokers include information such as employment history, professional qualifications, disciplinary actions, criminal convictions, civil judgments and arbitration awards. BrokerCheck reports for brokerage firms include information on a firm's profile, history, and operations, as well as many of the same disclosure events mentioned above.

- Please note that the information contained in a BrokerCheck report may include pending actions or allegations that may be contested, unresolved or unproven. In the end, these actions or allegations may be resolved in favor of the broker or brokerage firm, or concluded through a negotiated settlement with no admission or finding of wrongdoing.

- **Where did this information come from?**

- The information contained in BrokerCheck comes from FINRA's Central Registration Depository, or CRD® and is a combination of:

- o information FINRA and/or the Securities and Exchange Commission (SEC) require brokers and brokerage firms to submit as part of the registration and licensing process, and
- o information that regulators report regarding disciplinary actions or allegations against firms or brokers.

- **How current is this information?**

- Generally, active brokerage firms and brokers are required to update their professional and disciplinary information in CRD within 30 days. Under most circumstances, information reported by brokerage firms, brokers and regulators is available in BrokerCheck the next business day.

- **What if I want to check the background of an investment adviser firm or investment adviser representative?**

- To check the background of an investment adviser firm or representative, you can search for the firm or individual in BrokerCheck. If your search is successful, click on the link provided to view the available licensing and registration information in the SEC's Investment Adviser Public Disclosure (IAPD) website at <https://www.adviserinfo.sec.gov>. In the alternative, you may search the IAPD website directly or contact your state securities regulator at <http://www.finra.org/Investors/ToolsCalculators/BrokerCheck/P455414>.

- **Are there other resources I can use to check the background of investment professionals?**

- FINRA recommends that you learn as much as possible about an investment professional before deciding to work with them. Your state securities regulator can help you research brokers and investment adviser representatives doing business in your state.



Using this site/information means that you accept the FINRA BrokerCheck Terms and Conditions. A complete list of Terms and Conditions can be found at

brokercheck.finra.org



For additional information about the contents of this report, please refer to the User Guidance or www.finra.org/brokercheck. It provides a glossary of terms and a list of frequently asked questions, as well as additional resources. [For more information about FINRA, visit www.finra.org.](http://www.finra.org)

Thank you for using FINRA BrokerCheck.



THOMAS J. PARKER

CRD# 356789

Currently employed by and registered with the following Firm(s):

THOROUGHbred FINANCIAL SERVICES, LLC

5110 MARYLAND WAY
SUITE 300
BRENTWOOD, TN 37027
CRD# 47893

Registered with this firm since: 01/19/2000

Report Summary for this Broker

This report summary provides an overview of the broker's professional background and conduct. Additional information can be found in the detailed report.

Broker Qualifications

This broker is registered with:

- 1 Self-Regulatory Organization
- 26 U.S. states and territories

This broker has passed:

- 1 Principal/Supervisory Exam
- 2 General Industry/Product Exams
- 1 State Securities Law Exam

Registration History

This broker was previously registered with the following securities firm(s):

ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

CRD# 17472
BRENTWOOD, TN
02/1986 - 12/2000

CAPITAL ANALYSTS, INCORPORATED

CRD# 5478
06/1974 - 02/1986

ADVANCE PLANNING CORPORATION

CRD# 1023
11/1973 - 08/1974

Disclosure Events

All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.

Are there events disclosed about this broker? **Yes**

The following types of disclosures have been reported:

Type	Count
Regulatory Event	2
Investigation	1
Customer Dispute	9

Investment Adviser Representative Information

The information below represents the individual's record as a broker. For details on this individual's record as an investment adviser representative, visit the SEC's Investment Adviser Public Disclosure website at <https://www.adviserinfo.sec.gov>



Broker Qualifications

Registrations

This section provides the self-regulatory organizations (SROs) and U.S. states/territories the broker is currently registered and licensed with, the category of each license, and the date on which it became effective. This section also provides, for every brokerage firm with which the broker is currently employed, the address of each branch where the broker works.

This individual is currently registered with 1 SRO and is licensed in 26 U.S. states and territories through his or her employer.

Employment 1 of 1

Firm Name: **THOROUGHBRED FINANCIAL SERVICES, LLC**

Main Office Address: **5110 MARYLAND WAY
SUITE 300
BRENTWOOD, TN 37027**

Firm CRD#: **47893**

SRO	Category	Status	Date
FINRA	General Securities Principal	APPROVED	01/19/2000
FINRA	General Securities Representative	APPROVED	01/19/2000

U.S. State/ Territory	Category	Status	Date	U.S. State/ Territory	Category	Status	Date
Alabama	Agent	APPROVED	02/11/2002	Minnesota	Agent	APPROVED	06/13/2016
Arizona	Agent	APPROVED	07/13/2009	Missouri	Agent	APPROVED	10/02/2014
California	Agent	APPROVED	06/10/2002	New Jersey	Agent	APPROVED	07/09/2013
Colorado	Agent	APPROVED	04/06/2005	New York	Agent	APPROVED	07/06/2006
Florida	Agent	APPROVED	12/05/2000	North Carolina	Agent	APPROVED	08/31/2009
Georgia	Agent	APPROVED	02/22/2007	Ohio	Agent	APPROVED	01/29/2008
Illinois	Agent	APPROVED	05/03/2010	Oklahoma	Agent	APPROVED	07/12/2010
Indiana	Agent	APPROVED	05/07/2000	Oregon	Agent	APPROVED	01/26/2006
Kentucky	Agent	APPROVED	04/25/2000	South Carolina	Agent	APPROVED	12/03/2010
Louisiana	Agent	APPROVED	05/13/2008	Tennessee	Agent	APPROVED	03/31/2000
Maryland	Agent	APPROVED	09/23/2002	Texas	Agent	APPROVED	11/27/2006
Massachusetts	Agent	APPROVED	10/08/2015	Utah	Agent	APPROVED	04/12/2013



Broker Qualifications

Employment 1 of 1, continued

U.S. State/ Territory	Category	Status	Date
Washington	Agent	APPROVED	11/19/2014
Wyoming	Agent	APPROVED	08/25/2000

Branch Office Locations

THOROUGHBRED FINANCIAL SERVICES, LLC

5110 MARYLAND WAY
SUITE 300
BRENTWOOD, TN 37027



Broker Qualifications

Industry Exams this Broker has Passed

This section includes all securities industry exams that the broker has passed. Under limited circumstances, a broker may attain a registration after receiving an exam waiver based on exams the broker has passed and/or qualifying work experience. Any exam waivers that the broker has received are not included below.

This individual has passed 1 principal/supervisory exam, 2 general industry/product exams, and 1 state securities law exam.

Principal/Supervisory Exams

Exam	Category	Date
General Securities Principal Examination	Series 24	01/31/1986

General Industry/Product Exams

Exam	Category	Date
Securities Industry Essentials Examination	SIE	10/01/2018
Registered Representative Examination	Series 1	11/13/1973

State Securities Law Exams

Exam	Category	Date
Uniform Securities Agent State Law Examination	Series 63	03/22/1982

Additional information about the above exams or other exams FINRA administers to brokers and other securities professionals can be found at www.finra.org/brokerqualifications/registeredrep/.



Registration and Employment History

Registration History

The broker previously was registered with the following firms:

Registration Dates	Firm Name	CRD#	Branch Location
02/1986 - 12/2000	ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION	17472	BRENTWOOD, TN
06/1974 - 02/1986	CAPITAL ANALYSTS, INCORPORATED	5478	
11/1973 - 08/1974	ADVANCE PLANNING CORPORATION	1023	

Employment History

This section provides up to 10 years of an individual broker's employment history as reported by the individual broker on the most recently filed Form U4.

Please note that the broker is required to provide this information only while registered with FINRA or a national securities exchange and the information is not updated via Form U4 after the broker ceases to be registered. Therefore, an employment end date of "Present" may not reflect the broker's current employment status.

Employment Dates	Employer Name	Employer Location
06/1999 - Present	THOROUGHBRED FINANCIAL SERVICES, LLC	BRENTWOOD, TN

Other Business Activities

This section includes information, if any, as provided by the broker regarding other business activities the broker is currently engaged in either as a proprietor, partner, officer, director, employee, trustee, agent or otherwise. This section does not include non-investment related activity that is exclusively charitable, civic, religious or fraternal and is recognized as tax exempt.

1) EMPLOYEE BENEFIT SERVICES; 5110 MARYLAND WAY #300, BRENTWOOD 37027, NOT INVESTMENT RELATED, FIRM PROVIDES RETIREMENT PLAN SERVICING; OWNER; 1985-PRESENT; ONLY GENERAL OVERSIGHT OF BUSINESS IS DONE APPROX 8 HRS/MO.; 2/HRS/MON DURING TRADING; MANAGEMENT/SALES.
 2) DIVERSIFIED PARTNERS INC; 5110 MARYLAND WAY, #300, BRENTWOOD TN 37027, INVESTMENT RELATED, LIMITED PARTNERSHIP, PRESIDENT & SHAREHOLDER, MANAGEMENT; 1985 TO PRESENT; 8/HRS MON; 2/HRS MON. DURING TRADING HRS; MANAGE, COORDINATE PARTNERSHIP ACTIVITIES
 . 3) SOUTHERN MANOR LIVING CENTER LLC; NOT INVESTMENT RELATED; NASHVILLE TN; OPERATED ASSISTED LIVING FACILITIES; PARTNER/INVESTOR; 1998-PRESENT; FEW HRS/MON.; 0/HRS. DURING TRADING; LONG RANGE PLANNING. 4) GRAYMONT, LLC NON INVESTMENT RELATED; 4205 HILLSBORO PK #300, NASHVILLE TN 37215; REAL ESTATE DEV.; POSITION: LLC Partner; 2011-PRESENT; 1.5 HRS/MON.; 0/HRS. DURING TRADING; INVESTOR. 5) Jacob's Village 501(3)(c); non-investment related; Greater Evansville Area, IN; Position: Board Member; Purpose: Development of Disabled; 2013-Present; 1/hr/mon; 1/hr during trading. 6) OLD TIMERS BASEBALL ASSOC 501(3)(c); NON INVESTMENT RELATED; MIDDLE TN; PROMOTE BASEBALL; BOARD

Registration and Employment History



Other Business Activities, continued

MEMBER; 2006-PRESENT; 6/HRS/MON. 0/HRS DURING TRADING; IDEAS, FUND RAISING AND PROMOTION.
7) THOROUGHbred FINANCIAL SERVICES (INDEPENDENT INSURANCE AGENCY) 5110 MARYLAND WAY, SUITE 300, BRENTWOOD, TN 37027 - INVESTMENT RELATED - INSURANCE AGENT - SINCE 2000- ESTIMATED 5% OF TIME (8 HRS A MONTH) DEVOTED TO THIS AREA WHICH OCCURS DURING SECURITIES TRADING HOURS. ENGAGED IN SELLING LIFE, DISABILITY, MEDICAL AND LONG TERM CARE INSURANCE.
ROBERT PINI/BILLY JO MILES, NOT INVESTMENT RELATED, SANTA CRUZ BOLIVIA, ZERO HOURS DEVOTED, INVESTOR IN CATTLE FARM.



Disclosure Events

What you should know about reported disclosure events:

1. All individuals registered to sell securities or provide investment advice are required to disclose customer complaints and arbitrations, regulatory actions, employment terminations, bankruptcy filings, and criminal or civil judicial proceedings.
2. **Certain thresholds must be met before an event is reported to CRD, for example:**
 - o A law enforcement agency must file formal charges before a broker is required to disclose a particular criminal event.
 - o A customer dispute must involve allegations that a broker engaged in activity that violates certain rules or conduct governing the industry and that the activity resulted in damages of at least \$5,000.
 - o
3. **Disclosure events in BrokerCheck reports come from different sources:**
 - o As mentioned at the beginning of this report, information contained in BrokerCheck comes from brokers, brokerage firms and regulators. When more than one of these sources reports information for the same disclosure event, all versions of the event will appear in the BrokerCheck report. The different versions will be separated by a solid line with the reporting source labeled.
 - o
4. **There are different statuses and dispositions for disclosure events:**
 - o A disclosure event may have a status of *pending*, *on appeal*, or *final*.
 - § A "pending" event involves allegations that have not been proven or formally adjudicated.
 - § An event that is "on appeal" involves allegations that have been adjudicated but are currently being appealed.
 - § A "final" event has been concluded and its resolution is not subject to change.
 - o A final event generally has a disposition of *adjudicated*, *settled* or *otherwise resolved*.
 - § An "adjudicated" matter includes a disposition by (1) a court of law in a criminal or civil matter, or (2) an administrative panel in an action brought by a regulator that is contested by the party charged with some alleged wrongdoing.
 - § A "settled" matter generally involves an agreement by the parties to resolve the matter. Please note that brokers and brokerage firms may choose to settle customer disputes or regulatory matters for business or other reasons.
 - § A "resolved" matter usually involves no payment to the customer and no finding of wrongdoing on the part of the individual broker. Such matters generally involve customer disputes.

For your convenience, below is a matrix of the number and status of disclosure events involving this broker. Further information regarding these events can be found in the subsequent pages of this report. You also may wish to contact the broker to obtain further information regarding these events.

	Pending	Final	On Appeal
Regulatory Event	0	2	0



Customer Dispute	0	9	N/A
Investigation	1	N/A	N/A



Disclosure Event Details

When evaluating this information, please keep in mind that a disclosure event may be pending or involve allegations that are contested and have not been resolved or proven. The matter may, in the end, be withdrawn, dismissed, resolved in favor of the broker, or concluded through a negotiated settlement for certain business reasons (e.g., to maintain customer relationships or to limit the litigation costs associated with disputing the allegations) with no admission or finding of wrongdoing.

This report provides the information exactly as it was reported to CRD and therefore some of the specific data fields contained in the report may be blank if the information was not provided to CRD.

Regulatory - Final

This type of disclosure event may involve (1) a final, formal proceeding initiated by a regulatory authority (e.g., a state securities agency, self-regulatory organization, federal regulatory such as the Securities and Exchange Commission, foreign financial regulatory body) for a violation of investment-related rules or regulations; or (2) a revocation or suspension of a broker's authority to act as an attorney, accountant, or federal contractor.

Disclosure 1 of 2

Reporting Source:	Regulator
Regulatory Action Initiated By:	UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Sanction(s) Sought:	Cease and Desist
Date Initiated:	12/21/2018
Docket/Case Number:	3-18952
Employing firm when activity occurred which led to the regulatory action:	Thoroughbred Financial Services, LLC
Product Type:	Mutual Fund
Allegations:	SEC Admin Release 34-84918, IA Release 5090 / December 21, 2018: The Securities and Exchange Commission deems it appropriate and in the public interest that public administrative and cease-and-desist proceedings be instituted against Thoroughbred Financial Services, LLC ("TFS" or the "firm"), Thomas Jenkins Parker ("Parker"), and Lawrence Randall "Randy" Hartley ("Hartley") (collectively, "Respondents"). On the basis of this Order and Respondent Parker's Offer, the Commission finds that these proceedings arise from breaches of fiduciary duty and inadequate disclosures by TFS, Parker and Hartley in connection with their mutual fund share class selection practices, as well as misleading statements and omissions they made upon revising TFS's practices



after a Commission examination. Between at least October 2012 and August 2016, Respondents invested, recommended or held certain advisory client assets in mutual fund share classes that paid fees pursuant to Rule 12b-1 under the Investment Company Act of 1940 ("12b-1 fees") instead of available, lower-cost share classes of the same funds without 12b-1 fees. TFS (as a broker-dealer), and Parker, and Hartley (as TFS registered representatives) received the 12b-1 fees based on these investments. These practices created a conflict of interest, were contrary to Respondents' disclosures regarding TFS's Code of Ethics, and were not disclosed adequately to firm clients in TFS's Forms ADV or otherwise. Respondents also breached their duty to seek best execution for their clients by investing them in mutual fund share classes with 12b-1 fees rather than lower-cost share classes of the same funds. Moreover, by choosing higher-cost share classes for firm clients, TFS, in some client transactions, avoided paying certain mutual fund transaction clearance, or "ticket," charges that TFS otherwise would have paid. TFS failed to adopt and implement written policies and procedures reasonably designed to prevent violations of the Advisers Act and the rules thereunder in connection with its mutual fund share class selection practices. Finally, in the process of converting clients to lower-cost share classes after receiving a Commission examination deficiency letter in April 2016, various firm investment adviser representatives ("IARs"), including Parker and Hartley, made misleading statements and omissions to clients about the prior costs and availability of lower-cost share classes. While at the same time asking many of the same clients to agree to higher account management fees, which nearly all clients accepted. By virtue of this conduct, Respondent Parker willfully violated Section 206(2) of the Advisers Act.

Current Status:	Final
Resolution:	Order
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	Yes
Resolution Date:	12/21/2018
Sanctions Ordered:	Cease and Desist Censure Civil and Administrative Penalty(ies)/Fine(s) Disgorgement Monetary Penalty other than Fines



If the regulator is the SEC, CFTC, or an SRO, did the action result in a finding of a willful violation or failure to supervise?

Yes

(1) willfully violated any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board, or to have been unable to comply with any provision of such Act, rule or regulation?

Yes

(2) willfully aided, abetted, counseled, commanded, induced, or procured the violation by any person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any of such Acts, or any of the rules of the Municipal Securities Rulemaking Board? or

No



(3) failed reasonably to supervise another person subject to your supervision, with a view to preventing the violation by such person of any provision of the Securities Act of 1933, the Securities Exchange Act of 1934, the Investment Advisers Act of 1940, the Investment Company Act of 1940, the Commodity Exchange Act, or any rule or regulation under any such Acts, or any of the rules of the Municipal Securities Rulemaking Board?

No

Monetary Sanction 1 of 3

Monetary Related Sanction: Disgorgement

Total Amount: \$217,883.16

Portion Levied against individual: \$217,883.16

Payment Plan:

Is Payment Plan Current:

Date Paid by individual:

Was any portion of penalty waived? No

Amount Waived:

Monetary Sanction 2 of 3

Monetary Related Sanction: Civil and Administrative Penalty(ies)/Fine(s)

Total Amount: \$75,000.00

Portion Levied against individual: \$75,000.00

Payment Plan:

Is Payment Plan Current:

**Date Paid by individual:**

Was any portion of penalty waived? No

Amount Waived:**Monetary Sanction 3 of 3**

Monetary Related Sanction: Monetary Penalty other than Fines

Total Amount: \$31,750.80

Portion Levied against individual: \$31,750.80

Payment Plan:**Is Payment Plan Current:****Date Paid by individual:**

Was any portion of penalty waived? No

Amount Waived:**Regulator Statement**

Respondent has submitted an Offer of Settlement (the Offer) which the Commission has determined to accept. In view of the foregoing, the Commission deems it appropriate in the public interest to impose the sanctions agreed to in the Respondent's Offer.

Accordingly, it is hereby ordered that Respondent shall cease and desist from committing or causing any violations and any future violations of Section 206(2) of the Advisers Act. Respondent is censured. Parker shall pay disgorgement of \$217,883.16, prejudgment interest of \$31,750.80, and a civil penalty of \$75,000.

Reporting Source: Broker

Regulatory Action Initiated By: UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Sanction(s) Sought: Cease and Desist
Censure
Civil and Administrative Penalty(ies)/Fine(s)
Disgorgement
Monetary Penalty other than Fines

Date Initiated: 12/21/2018

Docket/Case Number: Admin proceeding file no 3-18952



Employing firm when activity occurred which led to the regulatory action:

Thoroughbred Financial Services, LLC

Product Type:

Mutual Fund

Allegations:

SEC ADMIN RELEASE 34-84918: IA RELEASE 40-5090 / December 21, 2018: The Securities and Exchange Commission ("Commission") deems it appropriate and in the public interest that public administrative and cease-and-desist proceedings be, and hereby are, instituted pursuant to Section 15(b) of the Securities Exchange Act of 1934 ("Exchange Act") and Sections 203(e), 203(f), and 203(k) of the Investment Advisers Act of 1940 ("Advisers Act") against Thoroughbred Financial Services, LLC ("TFS" or the "firm"), Thomas Jenkins Parker ("Parker"), and Lawrence Randall "Randy" Hartley ("Hartley") (collectively, "Respondents"). In anticipation of the institution of these proceedings, TFS, Parker, and Hartley have submitted Offers of Settlement (the "Offers") which the Commission has determined to accept. Solely for the purpose of these proceedings and any other proceedings brought by or on behalf of the Commission, or to which the Commission is a party, and without admitting or denying the findings herein, except as to the Commission's jurisdiction over Respondents and the subject matter of these proceedings, which are admitted, Respondents consent to the entry of this Order Instituting Administrative and Cease-and-Desist Proceedings Pursuant to Section 15(b) of the Securities Exchange Act of 1934 and Sections 203(e), 203(f), and 203(k) of the Investment Advisers Act of 1940, Making Findings, and Imposing Remedial Sanctions and a Cease-and-Desist Order ("Order"), as set forth below. On the basis of this Order and Respondents' Offers, the Commission finds that: Summary These proceedings arise from breaches of fiduciary duty and inadequate disclosures by TFS, a registered investment adviser and broker-dealer, Parker and Hartley in connection with their mutual fund share class selection practices, as well as misleading statements and omissions they made upon revising TFS's practices after a Commission examination. Between at least October 2012 and August 2016 (the "Relevant Period"), Respondents invested, recommended or held certain advisory client assets in mutual fund share classes that paid fees pursuant to Rule 12b-1 under the Investment Company Act of 1940 ("12b-1 fees") instead of available, lower-cost share classes of the same funds without 12b-1 fees. TFS (as a broker-dealer) and Parker and Hartley (as TFS registered representatives) received the 12b-1 fees based on these investments. These practices created a conflict of interest, were contrary to Respondents' disclosures regarding TFS's Code of Ethics, and were not disclosed adequately to firm clients in TFS's Forms ADV or otherwise. Respondents also breached their duty to seek best execution for their clients by investing them in mutual fund share classes with 12b-1 fees rather than lower-cost share classes of the same funds. Moreover, by choosing higher-cost share classes for firm clients, TFS, in some client transactions, avoided paying certain mutual fund transaction clearance, or "ticket," charges that TFS otherwise



would have paid. During the Relevant Period, TFS failed to adopt and implement written policies and procedures reasonably designed to prevent violations of the Advisers Act and the rules thereunder in connection with its mutual fund share class selection practices. Finally, in the process of converting clients to lower-cost share classes after receiving a Commission examination deficiency letter in April 2016, various firm investment adviser representatives ("IARs"), including Parker and Hartley, made misleading statements and omissions to clients about the prior costs and availability of lower-cost share classes, while at the same time asking many of the same clients to agree to higher account management fees, which nearly all clients accepted. By virtue of this conduct, TFS, Parker, and Hartley willfully violated Section 206(2) of the Advisers Act, and TFS also willfully violated Sections 206(4) and 207 of the Advisers Act and Rule 206(4)-7 thereunder.

Current Status:	Final
Resolution:	Settled
Does the order constitute a final order based on violations of any laws or regulations that prohibit fraudulent, manipulative, or deceptive conduct?	Yes
Resolution Date:	12/21/2018
Sanctions Ordered:	Cease and Desist Censure Civil and Administrative Penalty(ies)/Fine(s) Disgorgement Monetary Penalty other than Fines
Monetary Sanction 1 of 3	
Monetary Related Sanction:	Civil and Administrative Penalty(ies)/Fine(s)
Total Amount:	\$400,000.00
Portion Levied against individual:	\$75,000.00
Payment Plan:	pay in full by 12/31/2018
Is Payment Plan Current:	Yes
Date Paid by individual:	12/31/2018
Was any portion of penalty waived?	No

**Amount Waived:****Monetary Sanction 2 of 3****Monetary Related Sanction:** Monetary Penalty other than Fines**Total Amount:** \$163,076.10**Portion Levied against individual:** \$31,750.80**Payment Plan:** pay in full by 12/31/2018**Is Payment Plan Current:** Yes**Date Paid by individual:** 12/31/2018**Was any portion of penalty waived?** No**Amount Waived:****Monetary Sanction 3 of 3****Monetary Related Sanction:** Disgorgement**Total Amount:** \$1,116,165.70**Portion Levied against individual:** \$217,883.16**Payment Plan:** pay in full by 12/31/2018**Is Payment Plan Current:** Yes**Date Paid by individual:** 12/31/2018**Was any portion of penalty waived?** No**Amount Waived:****Disclosure 2 of 2****Reporting Source:** Regulator**Regulatory Action Initiated By:** UNITED STATES SECURITIES AND EXCHANGE COMMISSION**Sanction(s) Sought:** Suspension**Other Sanction(s) Sought:** (1) CENSURED AND (2) CIVIL PENALTIES.



Date Initiated: 02/02/2000

Docket/Case Number: RELS. 34-42375; IA-1853; FILE #3-10136

Employing firm when activity occurred which led to the regulatory action: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Product Type: Other

Other Product Type(s): MUNICIPAL BONDS, RARE COINS, INITIAL PUBLIC OFFERINGS OF STOCK, AND LIMITED PARTNERSHIPS.

Allegations: ON FEBRUARY 2, THE SEC INSTITUTED PUBLIC ADMINISTRATIVE PROCEEDINGS AGAINST THOMAS J. PARKER (PARKER), SOLE OWNER OF THE PARENT COMPANY OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION (ADVANCED FINANCIAL), A REGISTERED BROKER-DEALER AND INVESTMENT ADVISER WITH ITS MAIN OFFICE IN BRENTWOOD, TENNESSEE, AND JACK C. HERNDON, JR., (HERNDON), ADVANCED FINANCIAL'S PRESIDENT AND COMPLIANCE OFFICER. THE ORDER ALLEGES THAT JOSEPH C. TAYLOR (TAYLOR) OPERATED OUT OF A BRANCH OF ADVANCED FINANCIAL IN KNOXVILLE, TENNESSEE, AND WAS SUPERVISED BY BOTH PARKER AND HERNDON. PRIMARILY DURING 1994 AND 1995, TAYLOR VIOLATED THE ANTIFRAUD PROVISIONS OF THE FEDERAL SECURITIES LAWS BY OPERATING A LARGE-SCALE PONZI SCHEME BY WHICH HE DEFRAUDED A LARGE NUMBER OF VICTIMS, SOME OF WHOM WERE ADVANCED FINANCIAL CLIENTS. TAYLOR COMMITTED SUICIDE ON NOVEMBER 3, 1995. THE ORDER ALLEGES THAT PARKER AND HERNDON FAILED TO RESPOND ADEQUATELY TO CERTAIN INFORMATION THEY RECEIVED DURING THE SUMMER OF 1995 FROM ONE OF TAYLOR'S FORMER EMPLOYEES PROVIDING EVIDENCE OF HIS MISDEEDS. PARKER AND HERNDON GAVE TAYLOR AN UNDUE AMOUNT OF TIME TO PRODUCE DOCUMENTATION SUPPORTING HIS EXPLANATIONS. DURING THE TIME BETWEEN PARKER AND HERNDON'S RECEIPT OF THE LETTER AND TAYLOR'S DEATH, TAYLOR WAS ABLE TO RAISE \$61.5 MILLION AS PART OF HIS SCHEME.

Current Status: Final

Resolution: Consent

Resolution Date: 02/02/2000

Sanctions Ordered: Censure
Monetary/Fine \$10,000.00
Suspension

Other Sanctions Ordered:



Sanction Details:

PARKER AND HERNDON ARE (1) CENSURED. (2) PARKER IS SUSPENDED FROM ASSOCIATION IN A SUPERVISORY CAPACITY WITH ANY BROKER, DEALER OR INVESTMENT ADVISER FOR SIX MONTHS. (3) PARKER SHALL, WITHIN TEN DAYS OF THE COMPLETION OF THE SUSPENSION DELIVER AN AFFIDAVIT OF COMPLIANCE STATING THAT HE HAS COMPLIED WITH THE TERMS OF THE SUSPENSION. THE AFFIDAVIT SHALL BE SENT TO RICHARD WESSEL, DISTRICT ADMINISTRATOR, ATLANTA DISTRICT OFFICE, SEC, 3475 LENOX ROAD, N.E., SUITE 1000, ATLANTA, GA 30326. (4) HERNDON IS SUSPENDED FROM ASSOCIATION WITH ANY BROKER, DEALER OR INVESTMENT ADVISOR FOR ONE MONTH, TO BE FOLLOWED BY A SIX MONTH SUSPENSION FROM ASSOCIATION IN A SUPERVISORY CAPACITY WITH ANY BROKER, DEALER OR INVESTMENT ADVISER. (5) HERNDON SHALL, WITHIN TEN DAYS OF THE COMPLETION OF EACH OF THE PERIODS OF SUSPENSION DELIVER AN AFFIDAVIT OF COMPLIANCE STATING THAT HE HAS COMPLIED WITH THE TERMS OF THE SUSPENSIONS. THE AFFIDAVITS SHALL BE SENT TO RICHARD WESSEL, DISTRICT ADMINISTRATOR, ATLANTA DISTRICT OFFICE, SEC, 3475 LENOX ROAD, N.E., SUITE 1000, ATLANTA, GA 30326. (6) PARKER SHALL, WITHIN 10 DAYS FOLLOWING THE ISSUANCE OF THIS ORDER, PAY A CIVIL PENALTY PURSUANT TO SECTION 21B OF THE EXCHANGE ACT AND SEC. 203(I) OF THE ADVISERS ACT TO THE U.S. TREASURY IN THE AMOUNT OF \$10,000. (7) HERNDON SHALL, WITH 10 DAYS FOLLOWING THE ISSUANCE OF THIS ORDER, PAY A CIVIL PENALTY PURSUANT TO SEC. 21B OF THE EXCHANGE ACT AND SECTION 203(I) OF THE ADVISERS ACT TO THE U.S. TREASURY IN THE AMOUNT OF \$10,000.

Regulator Statement

+02/08/2000+ SEC NEWS DIGEST, ISSUE NO. 2000-21, DATED 02/03/2000, ENFORCEMENT PROCEEDINGS AND ADMINISTRATIVE PROCEEDINGS FILE #3-10136 DISCLOSES: ON FEBRUARY 2, THE SEC INSTITUTED PUBLIC ADMINISTRATIVE PROCEEDINGS AGAINST THOMAS J. PARKER (PARKER), SOLE OWNER OF THE PARENT COMPANY OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION (ADVANCED FINANCIAL), A REGISTERED BROKER-DEALER AND INVESTMENT ADVISER WITH ITS MAIN OFFICE IN BRENTWOOD, TENNESSEE, AND JACK C. HERNDON, JR., (HERNDON), ADVANCED FINANCIAL'S PRESIDENT AND COMPLIANCE OFFICER. THE ORDER ALLEGES THAT JOSEPH C. TAYLOR (TAYLOR) OPERATED OUT OF A BRANCH OF ADVANCED FINANCIAL IN KNOXVILLE, TENNESSEE, AND WAS SUPERVISED BY BOTH PARKER AND HERNDON. PRIMARILY DURING 1994 AND 1995, TAYLOR VIOLATED THE ANTIFRAUD PROVISIONS OF THE FEDERAL SECURITIES LAWS BY OPERATING A LARGE-SCALE PONZI SCHEME BY WHICH HE DEFRAUDED A LARGE NUMBER OF VICTIMS, SOME OF WHOM WERE ADVANCED FINANCIAL CLIENTS. TAYLOR COMMITTED SUICIDE ON NOVEMBER 3, 1995. THE ORDER ALLEGES THAT PARKER AND HERNDON FAILED TO RESPOND ADEQUATELY TO CERTAIN INFORMATION THEY RECEIVED DURING THE



SUMMER OF 1995 FROM ONE OF TAYLOR'S FORMER EMPLOYEES PROVIDING EVIDENCE OF HIS MISDEEDS. PARKER AND HERNDON GAVE TAYLOR AN UNDUE AMOUNT OF TIME TO PRODUCE DOCUMENTATION SUPPORTING HIS EXPLANATIONS. PARKER AND HERNDON CONSENTED TO THE ISSUANCE OF THE ORDER AND THE SANCTIONS IT CONTAINS WITHOUT ADMITTING OR DENYING THE ALLEGATIONS CONTAINED IN THE ORDER. BY THE TERMS OF THE ORDER, BOTH PARKER AND HERNDON ARE CENSURED AND DIRECTED TO PAY CIVIL PENALTIES OF \$10,000 EACH. PARKER IS SUSPENDED FROM ASSOCIATION IN A SUPERVISORY CAPACITY WITH ANY BROKER, DEALER OR INVESTMENT ADVISER FOR SIX MONTHS. HERNDON IS SUSPENDED FROM ASSOCIATION WITH ANY BROKER, DEALER OR INVESTMENT ADVISOR FOR ONE MONTH, TO BE FOLLOWED BY A SIX MONTH SUSPENSION FROM ASSOCIATION IN A SUPERVISORY CAPACITY WITH ANY BROKER, DEALER OR INVESTMENT ADVISER. (RELS. 34-42375; IA-1853; FILE NO. 3-10136)

Reporting Source:	Broker
Regulatory Action Initiated By:	SECURITIES AND EXCHANGE COMMISSION
Sanction(s) Sought:	Suspension
Other Sanction(s) Sought:	FINE CENSURE
Date Initiated:	02/02/2000
Docket/Case Number:	3-10136
Employing firm when activity occurred which led to the regulatory action:	ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION
Product Type:	No Product
Other Product Type(s):	
Allegations:	FAILED TO REASONABLY SUPERVISE A FORMER REGISTERED REPRESENTATIVE.
Current Status:	Final
Resolution:	Order
Resolution Date:	02/02/2000
Sanctions Ordered:	Censure



Monetary/Fine \$10,000.00
Suspension

Other Sanctions Ordered:

Sanction Details:

CENSURE, CIVIL PENALTY OF \$10,000 (PAID 2/9/2000), SUSPENSION FROM ASSOCIATION IN A SUPERVISORY CAPACITY WITH ANY BROKER, DEALER OR INVESTMENT ADVISOR FOR A PERIOD OF SIX MONTHS, EFFECTIVE ON FEBRUARY 14, 2000.



Investigation

This type of disclosure event involves any ongoing formal investigation by an entity such as a grand jury state or federal agency, self-regulatory organization or foreign regulatory authority. Subpoenas, preliminary or routine regulatory inquiries, and general requests by a regulatory entity for information are not considered investigations and therefore are not included in a BrokerCheck report.

Disclosure 1 of 1

Reporting Source:	Broker
Initiated By:	Department of Commerce and Insurance of Tennessee
Notice Date:	03/01/2019
Details:	Commissioner has entered an Inquisitional Order to determine if Mr. Parker has violated TN Insurance Law Codes 56-6-112(a)(2) Violating any law, rule, regulation, subpoena or order of the commissioner or of another state's commissioner, 56-6-112(a)(7) Having admitted or been found to have committed any insurance unfair trade practice or fraud, or 56-6-112(a)(8) Using fraudulent, coercive, or dishonest practices, or demonstrating incompetence, untrustworthiness or financial irresponsibility in the conduct of business in this state or elsewhere.
Is Investigation pending?	Yes
Broker Statement	Items in SEC RELEASE 34-84918 may include possible violations of TN insurance codes



Customer Dispute - Settled

This type of disclosure event involves a consumer-initiated, investment-related complaint, arbitration proceeding or civil suit containing allegations of sale practice violations against the broker that resulted in a monetary settlement to the customer.

Disclosure 1 of 9

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES RE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/01/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/01/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 3-671-96

Date Notice/Process Served: 11/01/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 11/01/1999

Monetary Compensation Amount: \$30,000.00

Individual Contribution Amount: \$0.00



Disclosure 2 of 9

Reporting Source:	Broker
Employing firm when activities occurred which led to the complaint:	ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION
Allegations:	ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.
Product Type:	No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received:	12/03/1996
Complaint Pending?	No
Status:	Litigation
Status Date:	12/03/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details:	TN CIRCUIT 2-671-96
Date Notice/Process Served:	12/03/1996
Litigation Pending?	No
Disposition:	Settled
Disposition Date:	03/06/2000
Monetary Compensation Amount:	\$12,500.00
Individual Contribution Amount:	\$0.00

Disclosure 3 of 9



Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/01/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/01/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 2-673-96

Date Notice/Process Served: 11/01/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 12/21/1999

Monetary Compensation Amount: \$80,000.00

Individual Contribution Amount: \$0.00

Disclosure 4 of 9

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/06/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/06/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT - TN 1-683-96

Date Notice/Process Served: 11/06/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 02/11/2000

Monetary Compensation Amount: \$40,000.00

Individual Contribution Amount: \$0.00

Disclosure 5 of 9

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION



Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, [OTHER FIRM EMPLOYEE] (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/01/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/01/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 3-675-96

Date Notice/Process Served: 11/01/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 05/23/2002

Monetary Compensation Amount: \$100,000.00

Individual Contribution Amount: \$0.00

Broker Statement DEFENDANTS SETTLED [THIRD PARTY] & [CUSTOMER] LITIGATIONS FOR A JOINT TOTAL OF \$100,000

Disclosure 6 of 9

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, [OTHER FIRM EMPLOYEE] (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/04/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/04/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 3-677-96

Date Notice/Process Served: 11/04/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 05/23/2002

Monetary Compensation Amount: \$100,000.00

Individual Contribution Amount: \$0.00

Broker Statement DEFENDANTS SETTLED [CUSTOMER] & [THIRD PARTY] LITIGATIONS FOR A JOINT TOTAL OF \$100,000

Disclosure 7 of 9

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/01/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/01/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 1-671-96

Date Notice/Process Served: 11/01/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 10/25/1999

Monetary Compensation Amount: \$160,000.00

Individual Contribution Amount: \$0.00

Disclosure 8 of 9

Reporting Source: Broker

Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION



Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/01/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/01/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT-TN 1-672-96

Date Notice/Process Served: 11/01/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 04/17/2000

Monetary Compensation Amount: \$15,000.00

Individual Contribution Amount: \$0.00

Broker Statement THIS MATTER WAS THE SUBJECT OF A SPECIAL BRANCH EXAMINATION DURING WHICH THE NASD "...FOUND GENERAL COMPLAINCE WITH THOSE RULES AND REGULATIONS REVIEWED." NO FURTHER ACTION WAS TAKEN BY THE NASD. NASD FILE #SP-E05950501

Disclosure 9 of 9

Reporting Source: Broker



Employing firm when activities occurred which led to the complaint: ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION

Allegations: ALLEGED FAILURE TO REASONABLY SUPERVISE THE ACTIVITIES OF A REGISTERED REPRESENTATIVE, JOSEPH C TAYLOR (NOW DECEASED), OF ADVANCED FINANCIAL PLANNING SECURITIES CORPORATION. ALLEGED DAMAGES ARE UNCERTAIN AT THIS TIME.

Product Type: No Product

Alleged Damages:

Customer Complaint Information

Date Complaint Received: 11/04/1996

Complaint Pending? No

Status: Litigation

Status Date: 11/04/1996

Settlement Amount:

Individual Contribution Amount:

Civil Litigation Information

Court Details: CIRCUIT -TN L-10686

Date Notice/Process Served: 11/04/1996

Litigation Pending? No

Disposition: Settled

Disposition Date: 10/15/1999

Monetary Compensation Amount: \$20,000.00

Individual Contribution Amount: \$0.00

End of Report



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