

# **Stellar Solutions, Inc. Channler D. Drawdy Fletcher D. Sapp John T. Julian**

## **Order of Sanctions-- Channler Drawdy**

DATE: January 8, 2003 RESPONDENTS: Stellar Solutions, Inc. of Solvang, California and Channler D. Drawdy of Solvang, California ALLEGATIONS: Unlawful acts in connection with the offer or sale of securities (securities fraud); unregistered broker-dealer or agent; unregistered securities

ORDER: The Commissioner alleged that during 1996-1997, the respondents offered and sold stock in Stellar Solutions, Inc. to at least 354 investors, many of which were Kansas residents. At the time of the offering, the respondents omitted to disclose a material fact to the investors that respondent John Julian had a previous federal felony conviction for money laundering and respondent Fletcher Sapp maintained a previous federal felony bank fraud conviction. Additionally, respondents omitted to disclose to investors a prior federal bank fraud conviction for another sales agent, Ronald M. Sapp. The Commissioner further alleged that neither the investments nor respondents were duly registered in compliance with the Kansas Securities Act.

Stellar and Drawdy did not contest the Commissioner's allegations. The Commissioner adopted the allegations as true and ordered both respondents barred from association with any broker-dealer or investment adviser registered in the state, fined \$10,000.00 each and were further required to cease and desist from further violations of the Kansas Securities Act.

**Notice to Investors:** If you are not a resident of Kansas and have been affected by actions that are similar to those described in this synopsis, you should consider contacting your state securities regulator for assistance. To locate your securities regulator, go to the [North American Securities Administrators Association](#) website. If you choose to contact your state securities regulator, please inform him or her of the action taken by the State of Kansas.