

STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT

IN THE MATTER OF: ALAN J. NERAD

FILE NO. 1000197

AMENDED NOTICE OF HEARING

TO THE RESPONDENT: Alan J. Nerad (CRD#: 4646364)
11 Friar Truck Court
Lincolnshire, Illinois 60069

You are hereby notified that pursuant to Section 11.E of the Illinois Securities law of 1953 [815 ILCS 5] (the "Act") and 14 Ill. Adm. Code 130, Subpart K, a public hearing will be held at 69 W. Washington Street, Suite 1220, Chicago, Illinois 60602, on the 27th day of January 2011, at the hour of 10:00 a.m., or as soon as possible thereafter, before , Soula J. Spyropoulos, Esq. or such duly designated Hearing Officer of the Secretary of State.

Said hearing will be held to determine the registration of Respondent Alan J. Nerad as a registered investment adviser representative will be subject to a suspension in accordance with 8.E(1)(o) of the Illinois Securities Law, as amended ("Act"). Imposition of fines not to exceed \$10,000 against the Respondent for each violation of the Act described below; entry of orders of public censure; and charging costs of the investigation and all reasonable expenses, including attorney's fees and witness fees, in accordance with Section 11.E(4) of the Act.

The grounds for such proposed action are as follows:

1. Respondent Alan J. Nerad ("Nerad") is a natural person with a last known address of 11 Friar Tuck Court, Lincolnshire, Illinois 60069.
2. Respondent Nerad is licensed by the Illinois Department of Securities, Secretary of State ("IDS") as a registered investment adviser representative since April 29, 2003.
3. Respondent Nerad is employed by Securian Financial Services, Inc. as a registered investment adviser representative since March 18, 2003.

COUNT I

**FAILURE TO PAY ANY TAX, PENALTY, OR INTEREST ADMINISTERED BY THE
ILLINOIS DEPARTMENT OF REVENUE**

4. For the period ending December 31, 2007, Respondent Nerad failed to pay the final assessment of his individual income taxes totaling \$3,974.16. This total includes the tax, penalty, and interest owed to the Illinois Department of Revenue.
5. That Section 8.E(1)(o) of the Act provides, inter alia, that the registration of an investment advisor representative or a salesperson may be suspended if the Secretary of State finds that such investment advisor representative or salesperson has failed to file a return, or to pay the tax, penalty or interest shown in a filed return, or to pay any final assessment of tax, penalty or interest, as required by any tax Act administered by the Illinois Department of Revenue, until such time as the requirements of that tax Act are satisfied.
6. By virtue of the foregoing, Respondent Nerad's registration as a registered investment advisor representative is subject to a suspension until such time as the requirements of the Tax Act are satisfied.

You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) ("the rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this notice. The answer and all other pleadings and motions must be filed with the Illinois Securities Department by addressing them to:

Maria Pavone
Enforcement Attorney
Illinois Department of Securities
69 West Washington, Suite 1220
Chicago, Illinois 60602

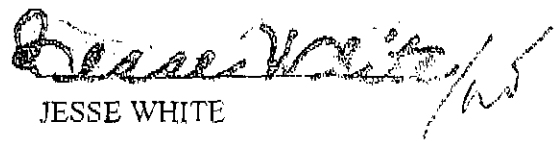
A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing and waives your right to a hearing. Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to appear shall constitute default. Unless the Respondent has upon due notice moved for and obtained a continuance.

Notice of Hearing

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The Rules promulgated under the Act and pertaining to Hearings held by the office of the Secretary of State, Securities Department may be viewed online at <http://www.cyberdriveillinois.com/departments/lawrules.html>. Delivery of Notice to the designated representative of any Respondent constitutes service upon such Respondent.

Dated: This 13th day of December 2010.

A handwritten signature in black ink that reads "Jesse White" with a stylized flourish at the end.

JESSE WHITE

Secretary of State

State of Illinois

Attorney for the Secretary of State:

Maria A. Pavone

Office of the Secretary of State

Illinois Securities Department

69 West Washington Street, Suite 1220

Telephone 312-793-3384

Hearing Officer:

Soula Spyropoulos

4125 West Lunt Street

Lincolnwood, Illinois 60712