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ARKANSAS SECURITIES DEPARTMENT

To: Joint Budget Committee
Co-Chairs, Senator Larry Teague and Representative Lane Jean
c/o Marty Garrity, Bureau of Legislative Research

Fr: Arkansas Securities Department

Re: Arkansas Securities Department Quarterly Report Pursuant to Act 167 of 2018

Date: April 15, 2019

During the third quarter of fiscal year 2020, the Arkansas Securities Department collected a total of \$2,250.00 in fines assessed from Orders. The total amount collected was deposited to special revenues, funding investor education activities. A listing of the orders is provided on the attached spreadsheet. There were no settlements or agreements that directed payments to third parties. Copies of the Orders are available on the Department's website at www.securities.arkansas.gov under the legal section.

Pursuant to the Arkansas Securities Act, fines paid for violations involving the Securities Act are deposited into the Investor Education Fund, until the total amount of fines collected reaches \$150,000 for each fiscal year. Securities Act fine money in excess of \$150,000 collected in any one year is designated as general revenues.

During the third quarter \$225.92 was spent from the Investor Education Fund. Expenditures consist entirely of fuel for travel to locations for presenting programs. The Investor Education program made 19 presentations to approximately 797 persons during this quarter. The programs included presentations on *What's Your Plan for Your Future* that were directed to inmates in Department of Corrections re-entry programs, retirement planning and Stock Market Game training for teachers, and retirement planning, investing basics, and fraud prevention for pre-retirees.

Monetary Penalty Report 3rd Quarter FY2020

A	B	C	D	E	F	G	H	I
Date	Name of Order	Order Number	Total Amount of Fines Assessed	Funds Received by SIE0000	Funds Received by AGA0000	Rescission Offer or Restitution to Arkansas investors	Activities Funded	Summary
3/26/2020	Bagby Financial Services	S-20-0014-20-OR01	\$750.00	\$750.00 (Received in current quarter).			Special Revenue	Consent order entered to resolve issues with an unregistered branch location in Arkansas.
3/9/2020	MarcDavid Green Solutions Company	S-20-0011-20-OR01	\$1,500.00	\$1,500.00			Special Revenue	Consent order regarding the sale of unregistered securities.
Totals			\$2,250.00	\$1,500.00				