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ARKANSAS SECURITIES DEPARTMENT

To: Legislative Council
Co-Chairs, Senator Cecile Bledsoe and Representative Jeff Wardlaw
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: October 15, 2020

During the first quarter of Fiscal Year 2021, the Arkansas Securities Department collected a total of \$500.00 in fines assessed from Orders. The total amount collected was deposited to special revenues, funding investor education activities. A list 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 first quarter no funds were spent from the Investor Education Fund. The Investor Education program made five presentations to approximately 452 persons during this quarter. The programs included financial training to teacher co-ops, presentations at Economics Arkansas's REAL Conference and the 2020 State Financial CPE Conference, and a civics club presentation on Fraud and Coronavirus Scams. Regular presentations for seniors, retirement planning, and inmates at corrections facilities were cancelled or postponed due to the Covid-19 global pandemic.

Monetary Penalty Report 1st Quarter FY2021

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
1	8/28/2020	Court Avenue, LLC	\$500.00	\$500.00			Special Revenue	Consent order entered against an issuer of securities exempt pursuant to Ark. Code Ann. §23-42-504(a)(13) and Rule 504.01(a)(13)(N) for a late filing with the Department.
2								
3		S-20-0042-20-OR01	\$500.00	\$500.00				
4	Totals		\$500.00	\$500.00				