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ARKANSAS SECURITIES DEPARTMENT

To: Legislative Council Committee
Co-Chairs, Senator Bill Sample and Representative Jim Dotson
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 8, 2018

During the first quarter of fiscal year 2019, the Arkansas Securities Department collected a total of \$53,000.00 in fines assessed from Orders and that amount was deposited as special revenue to the Investor Education Fund. A listing of the orders by the case name with detail of the amounts collected 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 there were \$1,415.51 in expenditures from the Investor Education Fund. Expenditures include \$18.77 for freight, \$393.24 for fuel for the state car, and \$1,003.50 for supplies. The Investor Education program made 24 presentations to approximately 1,030 persons. The programs included presentations on *What's Your Plan for Your Future* that was directed to inmates in the Department of Corrections re-entry program and Act 480 training and curriculum for teachers.

1st Quarter Report for Legislative Council FY2019

A	B	C	D	E	F	G	H	I
Date	Name of Order	Order Number	Total Amount of Fines Assessed	Funds Received by SIED000	Funds Received by AGA0000	Rescission Offer or Restitution to Arkansas investors	Activities Funded	Summary
7/2/2019	RealtyShares364, LLC	S-16-0063-18-OR01	\$1,000.00	\$1,000.00			Investor Education	Consent order for late Reg. D notice filing. Order entered on 6/18/18. Fine received on 7/2/18.
7/26/2018	Burlison Townhome Partners Clinton Synergie Focused	S-18-0064-18-OR01	\$1,000.00	\$1,000.00			Investor Education	Consent order for a late Reg. D notice filings.
8/29/2018	Levered Fund LP	S-18-0058-18-OR01	\$1,000.00	\$1,000.00			Investor Education	Consent order for a late Reg. D notice filings.
9/13/2018	Edward D. Jones & Co., LP	S-16-0017-18-OR01	\$50,000.00	\$50,000.00			Investor Education	Consent order for failure to establish, maintain, and enforce a system to supervise its agents; failure to properly report customer complaints.
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9	Totals		\$53,000.00	\$53,000.00	\$0.00		\$0.00	