Asa Hutchinson GOVERNOR

B. EDMOND WATERS COMMISSIONER



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ARKANSAS SECURITIES DEPARTMENT

To: Arkansas Legislative Council

Co-Chairs, Senator Bill Sample and Representative David L. Branscum

c/o Vicki Freeburn, Bureau of Legislative Research

Fr: Arkansas Securities Department

Arkansas Securities Department Quarterly Report Pursuant to Act 269 of 2014 Re:

Date: July 8, 2015

During the fourth quarter of fiscal year 2015, the Arkansas Securities Department collected a total of \$68,916.69 in fines assessed from Consent Orders that were deposited to General Revenues, Fund AGA0000. A listing of the orders by the case name with detail of the amounts collected is provided on the attached spreadsheet. During this period, 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 go into the Investor Education Fund, until the balance reaches \$150,000. Securities Act fine money in excess of \$150,000 collected in any one year is designated as general revenues.

During the fourth quarter there were \$5,317.61 in expenditures from the Investor Education Fund. Expenditures included \$2,850.35 for promotional items; \$2,000.00 for postage; \$436.04 for travel reimbursement; and \$31.22 for fuel for the state car. The Investor Education program made 8 presentations to approximately 170 persons throughout the state. The programs included presentations on Planning for Retirement that were directed to pre-retirees and state employees. presentations on fighting fraud directed to Senior Citizens, and training for teachers and school administrators about teaching investing basics.

HOTLINE: (800) 981-4429 WEBSITE: WWW.SECURITIES.ARKANSAS.GOV

4th Quarterly Report for Legislative Council FY2015

ГТ	А	В	С	D	E	F	l G	Н	T	I I
\vdash						•	Rescission Offer or		1	1
1	Date	Name of Order	Order Number	Amount of Funds	Funds Received by	Funds Received by	Restitution to	Activities Funded	Summary	Rationale
2				Total	SDH0100	AGA0000	Arkansas investors	Activities runueu	Julillary	Nationale
H	***************************************					AGAGGG	AIRANJAJ NIVESTOIS			Total fine of \$120,000 paid in 2 equal
		New Day Financial, LLC d/b/a							Multi-State	installments. Final payment due in 6
3	4/13/2015	NewDay USA	C-15-0000-15-OR01	\$60,000.00		\$60,000.00		General Revenue	Consent Order	months.
1	4/13/2013	New Day OSA	C-13-0000-13-0101	\$00,000.00		300,000.00		General Nevertue	Consent Order	monus.
										Total fine of \$15,000. Initial check of
										\$10,000 was returned for insufficient
										funds. New payment schedule of
										initial payment of \$2,500 and
4	5/4/2015	Salvatore Gioe	S-13-0112-15-OR04	\$694.45		\$694.45		Canada Barrana	Caracat Ouden	monthly payments of \$694.45
	3/4/2013	Salvatore Gloe	3-13-0112-13-0K04	\$094.45		\$094.43		General Revenue	Consent Order	amended by Order on April 1, 2015.
										Total fine of \$45,000 with initial
5	E /4/201E	Nion Classoi	S-12-0102-14-OR02	¢2.016.67		£2.04£.67				payment of \$10,000 and monthly
屵	3/4/2013	Niaz Elmazi	5-12-0102-14-0R02	\$2,916.67		\$2,916.67		General Revenue	Consent Order	payments of \$2,916.67
										T-4-1 (1-1-1 (20) 000 D 1 1 1 1
6	E /7 /201E	Steele V. Stephens	S-14-0084-15-OR05	\$20,000.00					First Only	Total fine of \$20,000. Registration
H	3/1/2013	steele v. stephens	3-14-0064-13-UNU3	\$20,000.00					Final Order	revoked. Fine not paid.
7	5/22/2015	Jonathan Edward Rago	S-13-0137-15-OR01	\$7,500.00		\$500.00		General Revenue	Canada Oudan	Total fine of \$7,500 with 15 monthly
├┤	3/22/2013	Jonathan Luward Nago	3-13-0137-13-0101	\$7,300.00		\$300.00		General Revenue	Consent Order	payments of \$500.
										Total fine of \$15,000. Initial check of
										\$10,000 was returned for insufficient
									477	funds. New payment schedule of
										initial payment of \$2,500 and
								N. T.	1 T T T T T T T T T T T T T T T T T T T	monthly payments of \$694.45
8	5/28/2015	Salvatore Gioe	S-13-0112-15-OR04	\$694.45		\$694.45		General Revenue	Consent Order	amended by Order on April 1, 2015.
H	3/20/2023		3 13 0112 13 0104	7034.43		Ç094.45		General Nevenue	Consent Order	Total fine of \$45,000 with initial
										payment of \$10,000 and monthly
9	6/3/2015	Niaz Elmazi	S-12-0102-14-OR02	\$2,916.67		\$2,916.67		General Revenue	Consent Order	payments of \$2,916.67
H	0,0,2010	TOTAL WILLIAM ET	2 22 0102 17 01102	72,310.07		72,J10.07		Ocheral Neverlue	Consent Order	payments 01 32,310.07
										Total fine of \$15,000. Initial check of
									4	\$10,000 was returned for insufficient
										funds. New payment schedule of
									-	initial payment of \$2,500 and
									The second secon	monthly payments of \$694.45
10	6/29/2015	Salvatore Gioe	S-13-0112-15-OR04	\$694.45		\$694.45		General Revenue	Consent Order	amended by Order on April 1, 2015.
	0, 20, 2010		J 13 0112 13 01104	Ç0,4140		ر4.45 در		General Nevenue	consent order	Total fine of \$7,500 with 15 monthly
11	6/30/2015	Jonathan Edward Rago	S-13-0137-15-OR01	\$500.00		\$500.00		General Revenue	Consent Order	payments of \$500.
12	-,,		0101 10 01101	Ç2.00.00		4330.00		- Cherui nevenue	Consent Order	payments of 9500.
13										
14										
15		Totals		\$95,916.69	\$0.00	\$68,916.69	\$0.00	The first was belong the state of the state		