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ARKANSAS SECURITIES DEPARTMENT

To: Legislative Council
Co-Chairs, Senator Bill Sample and Representative David Branscum
c/o Marty Garrity, Bureau of Legislative Research
Fr: Arkansas Securities Department
Re: Arkansas Securities Department Quarterly Report Pursuant to Act 52 of 2015
Date: October 12, 2016

During the first quarter of fiscal year 2017, the Arkansas Securities Department collected a total of \$8,850.00 in fines assessed from Orders and deposited to Special Revenue, Fund SIE0000. 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 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 first quarter there were \$4,879.84 in expenditures from the Investor Education Fund. Expenditures include \$4,370.90 for promotional items, \$468.32 for freight, and \$40.62 for fuel for the state car. The Investor Education program made 13 presentations to approximately 421 persons throughout the state. The programs included presentations on Planning for Retirement that were directed to pre-retirees and state employees and training for teachers and school administrators about teaching investing basics.

1st Quarter Report for Legislative Council FY2017

	A	B	C	D	E	F	G	H	I	J
1	Date	Name of Order	Order Number	Amount of Funds	Funds Received by	Funds Received by	Rescission Offer or	Activities Funded	Summary	Rationale
2				Total	SIE0000	AGA0000	Restitution to			
3							Arkansas investors			
4	7/11/2016	Vision Technologies	S-11-0393-13-OR02	\$1,000.00	\$1,000.00			Investor Education	Consent Order	Payment of \$1000 towards total fine of \$8000.
5	7/19/2016	Steele Stephens	60CV-15-3037	\$3,750.00	\$3,750.00			Investor Education	Judgment Order	Initial payment of \$5000 with 4 quarterly installments of \$3,750.
6	7/22/2016	GPB Automotive Portfolio LP	S-16-0058-16-OR01	\$1,000.00	\$1,000.00			Investor Education	Consent Order	Final payment
7	8/29/2016	Ascendant Diagnostics LLC	S-16-0073-16-OR01	\$1,000.00	\$1,000.00			Investor Education	Consent Order	Late filing for Reg D
8	8/29/2016	Chad Dean Hartsfield	S-12-0159-12-OR01	\$1,050.00	\$1,050.00			Investor Education	Consent Order	Late filing for Reg D
9	9/20/2016	Chad Dean Hartsfield	S-12-0159-12-OR01	\$1,050.00	\$1,050.00			Investor Education	Consent Order	Sale of securities by unregister agent
10										Sale of securities by unregister agent -
11		Totals		\$8,850.00	\$8,850.00	\$0.00	\$0.00			Final Payment