## STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS SECURITIES DIVISION

IN THE MATTER OF DETERMINING whether there has been a violation of the Securities Act of Washington by: Order No. S-14-1530-15-CO01

CONSENT ORDER

Dennis H. Daugs, Jr.,

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

Respondent.

## INTRODUCTION

On February 27, 2015, the Securities Administrator of the Securities Division of the Department of Financial Institutions ("Securities Division") issued a Statement of Charges and Notice of Intent to Enter Order to Cease and Desist, to Revoke Registration, to Deny Future Registrations, to Impose a Fine, and to Charge Costs ("Statement of Charges"), S-14-1530-14-SC01, against Respondent Dennis H. Daugs, Jr. Pursuant to the Securities Act of Washington, Chapter 21.20 RCW, the Securities Division and Respondent Dennis H. Daugs, Jr. do hereby enter into this CONSENT ORDER in settlement of the matters as set forth in the Statement of Charges. The Securities Division made certain allegations and conclusions in the Statement of Charges, set forth under the headings "Tentative Findings of Fact" and "Conclusions of Law." Respondent Dennis H. Daugs, Jr. neither admits nor denies the Findings of Fact and Conclusions of Law as set forth in the Statement of Charges, which are hereby incorporated by reference into this Consent Order.

## **CONSENT ORDER**

Based upon the foregoing and finding it in the public interest:

IT IS AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr. shall cease and desist from violating RCW 21.20.020, the investment adviser anti-fraud section of the Securities Act of Washington. CONSENT ORDER 1 DEPARTMENT OF FINANCIAL INSTITUTIONS

IENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympia WA 98507-9033 360-902-8760 IT IS FURTHER AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr. shall cease and desist from violating RCW 21.20.010, the anti-fraud section of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr.'s investment adviser representative registration is revoked.

IT IS FURTHER AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr. shall not make application for, nor be granted, an investment adviser representative or broker-dealer salesperson registration for a period of five years from July 17, 2014.

IT IS FURTHER AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr. shall be liable for and shall pay a fine in the amount of \$9,000 prior to the entry of this Consent Order.

IT IS FURTHER AGREED AND ORDERED that Respondent Dennis H. Daugs, Jr. shall be liable for and shall pay investigative costs in the amount of \$1,800 prior to the entry of this Consent Order.

IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Consent Order.

IT IS FURTHER AGREED that Respondent Dennis H. Daugs, Jr. entered into this Consent Order freely and voluntarily and with a full understanding of its terms and significance.

IT IS FURTHER AGREED that in consideration of the foregoing, Respondent Dennis H. Daugs, Jr. waives his right to a hearing and to judicial review of this matter pursuant to RCW 21.20.440 and Chapter 34.05 RCW.

WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.

CONSENT ORDER

1	Signed this <u>15th</u> day of <u>April</u>	2015.
2		
3	Signed by:	Approved as to Form by:
4		
5		
6	/s/ Dennis H. Daugs, Jr., Individually	/s/ John Bender, Attorney for Respondent
7		WSBA No. 19540
8		
9	SIGNED and ENTERED this <u>20th</u>	day of <u>April</u> 2015.
10		
11		All Sure to
12		Will M.D. 4
13		William M. Beatty Securities Administrator
14 15		
16	Approved by:	Presented by:
17		ALLA
18	An Elm	Throw
19	Suzanne Sarason Chief of Enforcement	Holly Mack-Kretzler Financial Legal Examiner
20		
21	Reviewed by:	
22	to the	
23		
24	Robert Kondrat Financial Legal Examiner Supervisor	
25		

CONSENT ORDER

## CONSENT ORDER