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:  

Richard O. Johnson II  

Respondent.

On July 23, 2014, the Securities Administrator of the State of Washington issued Statement of Charges and Notice of Intent to Enter Order to Cease and Desist, to Impose a Fine, and to Charge Costs (“Statement of Charges”) S-13-1258-14-SC01, against Richard O. Johnson II. Pursuant to the Securities Act of Washington, RCW 21.20, the Securities Division of the Department of Financial Institutions (“Securities Division”) and Richard O. Johnson II, do hereby enter into this Consent Order in settlement of the above-captioned matter. The Securities Division has in Statement of Charges S-14-1258-14-SC01 made certain allegations and conclusions, set forth under the headings “Tentative Findings of Fact,” and “Conclusions of Law.” Richard O. Johnson II neither admits nor denies the Tentative Findings of Fact and Conclusions of Law, including, but not limited to the conclusion that Richard O. Johnson II has violated RCW 21.20.040, which are hereby incorporated by reference into this Consent Order.

DEPARTMENT OF FINANCIAL INSTITUTIONS  
Securities Division  
PO Box 9033  
Olympia, WA 98507-9033  
360-902-8760
CONSENT ORDER

Based upon the foregoing:

IT IS AGREED AND ORDERED that Respondent Richard O. Johnson II and his agents and employees each shall cease and desist violating RCW 21.20.040, the broker-dealer and securities salesperson registration section of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED that Respondent Richard O. Johnson II shall be liable for and shall pay the Securities Division the costs, fees, and other expenses incurred in the administrative investigation of this matter in the amount of $1,000 prior to the entry of this Consent Order.

IT IS FURTHER AGREED AND ORDERED that Respondent Richard O. Johnson II shall be liable for and shall pay the Securities Division a fine in the amount of $1,000.

IT IS FURTHER AGREED AND ORDERED that payment of such fine and costs shall be made as follows: Respondent Richard O. Johnson II shall make an initial payment of $200 on or before the entry of this Consent Order. Respondent Richard O. Johnson II shall then make monthly payments of $200 for nine consecutive months. Each payment shall be due on the first day of the month, unless the first day of the month falls on a weekend or holiday, in which case payment shall be due on the first business day following the first day of the month.

IT IS FURTHER ORDERED that any investment adviser registration or investment adviser representative registration that Respondent Richard O. Johnson II may seek in the five years following the date of entry of this Consent Order shall be denied.

IT IS FURTHER AGREED that Respondent Richard O. Johnson II enters into this Consent Order freely and voluntarily and with full understanding of its terms and significance.
IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order.

IT IS FURTHER AGREED that in consideration of the foregoing Respondent Richard O. Johnson II waives his right to a hearing in this matter and to judicial review of this order.

WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE

SIGNED this __9TH__ day of __December__, 2014

Signed by:

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Richard O. Johnson II

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SIGNED and ENTERED this __18th______ day of __December_______, 2014

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William M. Beatty
Securities Administrator
Approved by: Suzanne Sarason  
Chief of Enforcement

Presented by: Edward R. Thunen  
Financial Legal Examiner

Reviewed by: Robert Kondrat  
Financial Legal Examiner Supervisor