

BEFORE THE DIVISION OF INSURANCE
DEPARTMENT OF LABOR AND REGULATION
STATE OF SOUTH DAKOTA

IN THE MATTER OF
SANDRA SCHWAN

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CONSENT ORDER

In resolution of the above matter and in lieu of issuance of a Notice of Hearing and a formal hearing, the undersigned parties do hereby agree to the following:

SANDRA SCHWAN, whose address of record is 6507 Dunsmore Rd., Rapid City, SD 57702, is seeking dual registration as an investment advisor representative and broker dealer agent of a brokerage in South Dakota;

SANDRA SCHWAN is aware that the South Dakota Division of Insurance ("Division") has conducted an investigation into her application for registration and her securities activities;

The Division has alleged the following:

- 1) SANDRA SCHWAN was terminated for cause by her brokerage on June 5, 2018;
- 2) SANDRA SCHWAN violated the firm's written supervisory policies by engaging in dishonest or unethical practices in the investment, banking, and finance business, in violation of SDCL § 47-31B-412(d)(13);
- 3) The above-cited conduct may be grounds for the denial, revocation, or suspension of SANDRA SCHWAN's registration and the issuance of a monetary penalty of up to \$10,000 per violation, pursuant to SDCL §§ 47-31B-412 and 47-31B-604;

SANDRA SCHWAN is aware of and understands the nature of the charges and has been informed that she has the right to notice, hearing, and appeal, and that by agreeing to and signing this Consent Order, agree to the waiver of these rights;

In return for SANDRA SCHWAN agreeing to the provisions of this Consent Order, the Division agrees not to proceed to a formal hearing and agrees that this Consent Order will constitute an informal disposition of this matter pursuant to SDCL § 1-26-20;

SANDRA SCHWAN agrees to a monetary penalty in the amount of \$1,000 pursuant to SDCL § 47-31B-604, in lieu of contesting this matter formally; and

SANDRA SCHWAN further agrees to conduct herself in accordance with the securities laws and regulations of the State of South Dakota; and

SANDRA SCHWAN further agrees that this Consent Order may be considered for the purpose of determining an appropriate sanction in any future actions with the Division for any violations of the laws or regulations of the State of South Dakota or for failing to abide by any order of the Director;

Wherefore, good cause appearing from the foregoing, it is hereby ORDERED that SANDRA SCHWAN will pay a monetary penalty in the amount of \$1,000 payable to "South Dakota Division of Insurance" for deposit in the general fund of the State of South Dakota; and it is further


ORDERED that SANDRA SCHWAN will abide by the agreements made by her in this Consent Order; and it is further

ORDERED that this Consent Order is necessary and appropriate in the public interest and for the protection of investors and is consistent with the purposes fairly intended by the policy and provisions of SDCL 47-31B; and it is further

ORDERED that any pending registration application of SANDRA SCHWAN is hereby approved on the effective date of this Consent Order; and it is further

ORDERED that the provisions of this Consent Order shall be effective from the date the Director signs this Order.


Dated at Pierre, South Dakota this 26th day of October, 2018.



Larry Deiter, Director
South Dakota Division of Insurance

The undersigned, SANDRA SCHWAN, represents that she understands the terms of this Consent Order and the waiver of her due process rights and voluntarily enters into this Consent Order.

Dated this 18th day of October, 2018.



Signature
Sandra D. Schwann
Printed Name