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**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:

Ronald Walter Hannes;
Hannes Financial Services, Inc.;

Respondents

Order No.: S-20-2873-20-CO01

CONSENT ORDER

INTRODUCTION

On March 25, 2020, the Securities Administrator of the Securities Division of the Department of Financial Institutions ("Securities Division") issued a Statement of Charges mid Notice of Intent to Enter Order to Cease and Desist, to Impose Fines, and to Charge Costs ("Statement of Charges") Order Number S-20-2873-20-SC01, against Respondents Ronald Walter Hannes and Hannes Financial Services Inc. Pursuant to the Securities Act of Washington, RCW 21.20, the Securities Division and Respondents Ronald Walter Hannes and Hannes Financial Services Inc. hereby enter into this Consent Order in settlement of the matters set forth in the Statement of Charges. Respondents Ronald Walter Hannes and Hannes Financial Services Inc. neither admit nor deny 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.

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

CONSENT ORDER

IT IS AGREED AND ORDERED that Respondents Ronald Walter Hannes and Hannes Financial Services Inc., and their agents and employees, each shall cease and desist from violating RCW 21.20.140, the securities registration section of the Securities Act of Washington.

CONSENT ORDER

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

1 IT IS FURTHER AGREED AND ORDERED that Respondents Ronald Walter Hannes and Hannes
2 Financial Services Inc., and their agents and employees, each shall cease and desist from violating RCW
3 21.20.010, the anti-fraud section of the Securities Act of Washington.

4 IT IS FURTHER AGREED AND ORDERED that any application for registration as an investment
5 adviser, investment adviser representative, broker-dealer, or securities salesperson, by Respondents Ronald
6 Walter Hannes, Hannes Financial Services Inc., or any other entity under Ronald Walter Hannes's actual or
7 effective control, shall be denied.

8 IT IS FURTHER AGREED AND ORDERED that Respondent Ronald Walter Hannes shall be liable
9 for and shall pay a fine of \$45,000 as follows:

- 10 • \$500 per month for four months, payable on the first business day of each month from October
11 2020 to January 2021; and
- 12 • \$43,000 payable on the first business day of February 2021.

13 IT IS FURTHER AGREED AND ORDERED that Respondent Ronald Walter Hannes shall be liable
14 for and shall pay investigative costs of \$5,000 on or before entry of this Consent Order.

15 IT IS FURTHER AGREED AND ORDERED that Respondent Ronald Walter Hannes, prior to the
16 entry of this Consent Order, shall enter into a Confession of Judgment for the above-described fines and
17 investigative costs. The Securities Division shall not file the Confession of Judgment so long as Respondent
18 Ronald Walter Hannes pays the fine and investigative costs as described above. If Respondent Ronald Walter
19 Hannes fails to pay any such payment by the due date, the Securities Division may, without further notice to
20 Respondent Ronald Walter Hannes, immediately file the Confession of Judgment in the appropriate superior
21 court, refer the debt to collections as necessary, and take further legal action for violation of this Consent
22 Order.

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

CONSENT ORDER

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

1 IT IS FURTHER AGREED that Respondents Ronald Walter Hannes and Hannes Financial Services,
2 Inc. enter into this Consent Order freely and voluntarily and with a full understanding of its terms and
3 significance.

4 IT IS FURTHER AGREED that in consideration of the foregoing, Respondents Ronald Walter Hannes
5 and Hannes Financial Services, Inc. waive their right to a hearing and to judicial review of this matter pursuant
6 to RCW 21.20.440 and Chapter 34.05 RCW.

7 **WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.**

8
9 Signed this 31st day of August, 2020.

10
11 Signed by:
12 Hannes Financial Services, Inc.

13
14 /s
15 Ronald Walter Hannes
16 President

17 Signed by:
18 /s
19 Ronald Walter Hannes, Individually

20 Approved as to form by:
21
22 /s
23 John Bender, Attorney for Respondents
WSBA #19540

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SIGNED and ENTERED this 16th day of September, 2020.



William M. Beatty
Securities Administrator

Approved by:



Suzanne Sarason
Chief of Enforcement

Presented by:



Adam N. Yeaton
Financial Legal Examiner

Reviewed by:



Jack McClellan
Financial Legal Examiner Supervisor