

STATE OF OKLAHOMA
DEPARTMENT OF SECURITIES
FIRST NATIONAL CENTER, SUITE 860
120 NORTH ROBINSON
OKLAHOMA CITY, OKLAHOMA 73102

In the Matter of:

Ronald Mark Harris
702 Cynthia Drive
Mooreland, OK 73852

and

PO Box 460
Watonga, OK 73772

Respondent.

File No. ODS 98-144

AFFIDAVIT OF COMPLIANCE

STATE OF OKLAHOMA)
) SS.
COUNTY OF OKLAHOMA)

The undersigned affiant, of lawful age, being first duly sworn upon oath deposes and states:

1. That he is the Administrator of the Oklahoma Department of Securities (Department).

2. That affiant was delivered a copy of the Notice of Opportunity for Hearing (Notice) and the Recommendation to Bar from Association with a Broker-Dealer or Investment Adviser (Recommendation) in the office of the Administrator.

3. That a copy of the Notice with the Recommendation attached is being sent this 14th day of October, 1999, by certified mail, return receipt requested, delivery restricted to addressee, at the last known address of Ronald Mark Harris, in compliance with Section 413(g) of the Oklahoma Securities Act (Act), Okla. Stat. tit. 71, §§ 1-17, 101, 102, 201-204, 301-307, 401-413, 501, 701-703 (1991 & Supp. 1998).

4. That this Affidavit of Compliance is declared filed of record as of the date set forth below in compliance with Section 413(g) of the Act.

FURTHER AFFIANT SAYETH NOT.

Dated this 14th day of October, 1999.

(SEAL)

Irving L. Faught
Irving L. Faught
Administrator

Subscribed and sworn to before me this 14th day of October, 1999.

(NOTARY SEAL)

Brenda S. London
Notary Public

My Commission Expires:

August 26, 2001

STATE OF OKLAHOMA
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In the Matter of:

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NOTICE OF OPPORTUNITY FOR HEARING

1. Pursuant to his authority under Section 405 of the Oklahoma Securities Act (Act), Okla. Stat. tit. 71, §§ 1-17, 101, 102, 201-204, 301-307, 401-413, 501, 701-703 (1991 & Supp. 1998), the Administrator of the Oklahoma Department of Securities (Department) authorized an investigation into the activities of Ronald Mark Harris (Harris), in connection with the offer and/or sale of securities in and/or from the state of Oklahoma.

2. On the 14th day of October, 1999, the Recommendation to Issue an Order to Bar from Association with a Broker-Dealer or Investment Adviser (Recommendation) was left in the office of the Administrator.

3. This Notice with the Recommendation attached shall serve as notice to Harris that service of process has been effected on the Administrator pursuant to Section 413(g) of the Act.

4. Pursuant to Section 406(b) of the Act, the Administrator hereby gives notice to Harris of his right to request a hearing to show why an order based on the Recommendation should not be issued.

5. The request for a hearing on the Recommendation must be received by the Administrator within fifteen (15) days after service of this Notice. Pursuant to Section 406(b) of the Act, failure to request a hearing as provided for herein shall result in the issuance of an order barring Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

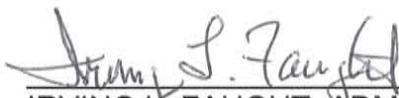
6. The request for hearing shall be in writing and Respondent shall specifically admit or deny each allegation in said request as required by 660:2-9-1(c) of the Rules of the Oklahoma Securities Commission and the Administrator of the Department of Securities (Rules).

7. Upon receipt of a written request, pursuant to 660:2-9-2 of the Rules, a hearing on this Notice shall be set within sixty (60) days or a written order denying hearing shall be issued.

8. Notice of the date, time and location of the hearing shall be given to Harris not less than ten (10) days in advance thereof pursuant to 660:2-9-3(a) of the Rules. Additionally, the notice may contain matters to supplement this Notice and the Recommendation attached hereto.

Witness my Hand and the Official Seal of the Oklahoma Department of Securities this 14th day of October, 1999.

(SEAL)



IRVING L. FAUGHT, ADMINISTRATOR OF THE
OKLAHOMA DEPARTMENT OF SECURITIES

**STATE OF OKLAHOMA
DEPARTMENT OF SECURITIES
FIRST NATIONAL CENTER, SUITE 860
120 NORTH ROBINSON
OKLAHOMA CITY, OKLAHOMA 73102**

In the Matter of:

Ronald Mark Harris
702 Cynthia Drive
Mooreland, OK 73852

and

PO Box 460
Watonga, OK 73772

Respondent.

File No. ODS 98-144

RECOMMENDATION
TO ISSUE AN ORDER TO BAR FROM ASSOCIATION
WITH A BROKER-DEALER OR INVESTMENT ADVISER

Pursuant to the Oklahoma Securities Act (Act), Okla. Stat. tit. 71, §§ 1-17, 101, 102, 201-204, 301-307, 401-413, 501, 701-703 (1991 & Supp. 1998), an investigation was conducted into the activities of Ronald Mark Harris (Harris), in connection with the offer and/or sale of securities in and/or from the state of Oklahoma. Based thereon, the following Findings of Fact, Authorities and Conclusions of Law are submitted to the Administrator in support of the issuance of an order to bar Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

Findings of Fact

1 Harris became registered under the Act as an agent of Stifel, Nicholas & Company Incorporated (Stifel) on January 6, 1989. Harris terminated his registration with Stifel on June 1, 1995. Harris became registered under the Act as an agent of Capital West Securities, Inc. (Capital West) on June 1, 1995. Harris terminated his registration with Capital West on March 27, 1996. Harris became registered under the Act as an agent of Raymond James Financial Services, Inc. (Raymond James) on March 8, 1996. Harris terminated his registration with Raymond James on March 24, 1998. Harris is not currently registered under the Act.

2. On February 12, 1999, a Superseding Information (Information) was filed against Harris by the United States Attorney for the Western District of Oklahoma in

Case No. CR 98-209T. Count One (1) of the Information alleged that from November 5, 1993, and continuing through April 30, 1998, Harris, while registered as an agent for either Stifel, Capital West or Raymond James, engaged in a scheme to obtain funds owned by and under the custody and control of First American Bank, Woodward, Oklahoma, by means of false and fraudulent pretenses, in violation of 18 U.S.C. § 1344(2), Investment Fraud, a Class B Felony. The Information alleged that as part of his scheme, Harris engaged in the following acts:

a. On or about December 13, 1995, Harris accepted a check in the amount of \$75,000 from Connie Kahl (Kahl) to purchase a certificate of deposit or shares in a money market fund. Harris transferred the funds belonging to Kahl to his personal account.

b. On or about June 26, 1996, Harris accepted a check in the amount of \$104,000 from Floyd Sears (Sears) to purchase a certificate of deposit. Harris deposited the funds in his investment accounts and used the funds to reimburse Kahl for her \$75,000 investment.

c. On or about November 20, 1996, Harris accepted a check in the amount of \$40,000 from Rebecca Syms (Syms) to invest in the stock market. Harris transferred the funds to various accounts under his control and used the funds for his personal benefit.

d. On or about November 3, 1997, Harris accepted a check in the amount of \$51,645.31 from Delta Life and Annuity on behalf of Mary Cox (Cox) to deposit into her Raymond James/Investment Management Research account. Harris deposited the check into his investment account and used some of the funds for his personal benefit. The remaining funds were given, in the form of a check, to Syms to reimburse her for her \$40,000 investment.

e. On or about January 9, 1998, Harris obtained a check in the amount of \$207,497.89 from Franklin-Templeton Federal Tax-Free Income Fund on behalf of Margaret Reily (Reily) and Roberta Tutt (Tutt). The funds were deposited into his investment account and Harris wired \$112,062.50 to the Sears account to reimburse Sears for his \$112,062.50 investment.

3. On September 13, 1999, Harris entered a plea of guilty to the allegations contained in Count 1 of the Information filed in Case No. CR 98-209T. Harris was committed to the custody of the United States Bureau of Prisons to be imprisoned for a term of 63 months. Upon release from imprisonment, Harris is to be on supervised release for a term of 5 years and is ordered to pay restitution in the amount of \$949,737.03 in monthly installments of not less than \$1,000.00 until paid in full.

4. On August 19, 1999, according to the records of the Central Registration Depository System (CRD), the National Association of Securities Dealers Regulation, Inc. (NASDR) brought an action against Harris alleging that Harris had received funds

totaling \$51,645.31 from a public customer and \$207,497.89 from two other public customers for the purpose of investing in securities. The NASDR further alleged that Harris failed and neglected to execute purchases of securities on the customers' behalf and instead deposited the funds in an account that he controlled, thereby converting the sum of \$259,143.20 to his own use and benefit, without the customers' knowledge or consent, in violation of NASD Rules 2110 and 2330. Harris consented to the entry of an order barring him from association with any member of the National Association of Securities Dealers, Inc. (NASD) in any capacity, imposing a fine of \$250,000.00 and ordering restitution in the amount \$259,143.20.

5. Based upon the foregoing, the Administrator finds that Harris engaged in dishonest or unethical practices in the securities business.

6. Based upon the foregoing, it is in the public interest to bar Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

Authorities

1. Section 406 of the Act provides, in pertinent part:

(a) If the Administrator reasonably believes, whether or not based upon an investigation conducted under Section 405 of this title, that a person has violated the Oklahoma Securities Act, except under the provisions of Section 202.1 or 305.2 of this title, or a rule or order of the Administrator under the Oklahoma Securities Act or has engaged in dishonest or unethical practices in the securities business, the Administrator, in addition to any specific power granted by any other section of the Oklahoma Securities Act, may impose one or more of the following sanctions:

* * *

(3) bar or suspend the person from association with a broker-dealer or investment adviser subject to the provisions of the Oklahoma Securities Act[.]

Conclusions of Law

1. Harris engaged in dishonest and unethical practices in the securities business.

2. The Administrator is authorized to impose any sanction set forth in Section 406 of the Act. Based thereon, the Administrator is authorized to issue an

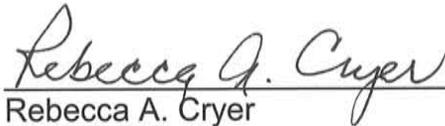
order to bar Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

3. It is in the public interest to issue an order to bar Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

WHEREFORE, it is recommended that the Administrator find that it is in the public interest to issue an order barring Harris from association with a broker-dealer or investment adviser subject to the provisions of the Act.

Dated this 14th day of October, 1999.

Respectfully Submitted,



Rebecca A. Cryer
Enforcement Attorney
Oklahoma Department of Securities
120 North Robinson, Suite 860
Oklahoma City, OK 73102

CERTIFICATE OF MAILING

The undersigned hereby certifies that on the 14th day of October, 1999, a true and correct copy of the above and foregoing Notice of Opportunity for Hearing and attached Recommendation to Issue Order to Bar from Association with a Broker-Dealer or Investment Adviser was mailed by certified mail, return receipt requested, delivery restricted, with postage prepaid thereon addressed to:

Ronald Mark Harris
702 Cynthia Drive
Mooreland, OK 73852

and

PO Box 460
Watonga, OK 73772

Brenda S. London

CERTIFICATE OF PERSONAL SERVICE

The undersigned hereby certifies that on the 14th day of October, 1999, a true and correct copy of the above and foregoing Notice of Opportunity for Hearing and attached Recommendation to Issue an Order to Bar from Association with a Broker-Dealer or Investment Adviser was personally delivered to Ronald Mark Harris at Watonga, Oklahoma.

John A. Samett

Notice/98-144/RAC:bs1

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

RESTRICTED DELIVERY

3. Article Addressed to:

**Ronald Mark Harris
702 Cynthia Drive
Mooreland, OK 73852**

RESTRICTED DELIVERY

4a. Article Number

7 576 915 568

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

7. Date of Delivery

10-22-99

5. Received By: (Print Name)

James C. Greenwood

8. Addressee's Address (Only if requested and fee is paid)

6. Signature (Addressee or Agent)

James C. Greenwood
Agent

PS Form 3811, December 1994

102595-99-B-0223

Domestic Return Receipt

Thank you for using Return Receipt Service.

Notice/98-144/RAC:bs1

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RESTRICTED DELIVERY

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**Ronald Mark Harris
P.O. Box 460
Watonga, OK 73772**

RESTRICTED DELIVERY

4a. Article Number

7 576 915 569

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

5. Received By: (Print Name)

B Boeckman

6. Signature (Addressee or Agent)

B Boeckman

PS Form 3811, December 1994

102595-99-B-0223

Domestic Return Receipt

Thank you for using Return Receipt Service.