STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCIAL REGULATION

In the Matter of: CHARLES L. FROST aka JACK FROST dba BOWLS4LIFE.COM dba BOWLS4LIFE dba ACRE, an Individual, Respondent,	Case No. S-20-0030 FINAL ORDER REINSTATING CIVIL PENALTIES, ENTERED BY DEFAULT

On March 24, 2020, the Director of the Department of Consumer and Business Services for the State of Oregon ("Director"), by and through the Division of Financial Regulation ("Division"), served a Proposed Order Reinstating Civil Penalties and Notice of Right to a Hearing ("Notice") on Charles L. Frost aka Jack Frost dba "Bowls4Life.com" dba "Bowls4Life" dba "Acre" ("Respondent").

The Notice offered Respondent an opportunity for a hearing if requested within 20 days of service of the Notice. The Notice further informed Respondent that if a hearing was not conducted because Respondent did not timely request a hearing or otherwise defaulted, then the designated portion of the Division's file and all materials submitted by Respondent in this case would automatically become part of the contested case record for the purpose of proving a prima facie case.

The Director did not receive from Respondent a request for a hearing and did not conduct a hearing.

The Director finds that the record of this proceeding proves a prima facie case.

Now, therefore, after considering the relevant portions of the Division's file relating to this matter, the Director finds and orders as follows.

Division of Financial Regulation
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387

FINDINGS OF FACT

The Director FINDS that:

1. On March 18, 2019, a consent order was entered in Oregon Division of Financial Regulation ("Division") case number S-18-0040 against Respondent ("Consent Order").

2. The Consent Order concluded that Respondent:

A. Sold unregistered securities to 14 Oregon consumers ("Oregon Consumers"), in violation of Oregon Revised Statutes ("ORS") 59.055;

B. Transacted business as a securities salesperson without an appropriate license, in violation of ORS 59.165;

C. Made untrue statements of fact in connection with the sale of securities, in violation of ORS 59.135(2); and

D. Omitted to state material facts in connection with the sale of securities, in violation of ORS 59.135(2).

3. The Consent Order ordered Respondent to pay a civil penalty of $60,000 for the foregoing violations of the Oregon Securities Law.[1]

4. The Consent Order stipulated the civil penalty would be suspended in its entirety provided Respondent satisfied certain conditions, including that he pay $54,000 in restitution to the Oregon Consumers by March 18, 2020.

5. The Consent Order stipulated the Director could "immediately assess and collect the suspended civil penalty upon a determination that Respondent has violated any term of this Order."

6. As of March 18, 2020, Respondent had not paid any restitution to the Oregon Consumers.

[1] See ORS 59.005 to 59.451, 59.991 and 59.995, and Oregon Administrative Rules ("OAR") chapter 441. The Consent Order also contained additional orders under the Oregon Securities Law and Insurance Code.

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CONCLUSIONS OF LAW

The Director CONCLUDES that:

7. By not paying the restitution stipulated by the Consent Order, Respondent violated a term of the Consent Order.

8. Because Respondent violated a term of the Consent Order, the Director may assess and collect Respondent's suspended civil penalty.

ORDERS

Now therefore, the Director issues the following ORDER:

9. The Director hereby ORDERS that the suspended $60,000 CIVIL PENALTY to which Respondent was subject under Division case number S-18-0040 be REINSTATED in its entirety, because Respondent violated the Consent Order by failing to pay timely restitution to the Oregon Consumers.

DESIGNATION OF RECORD

10. The Director designates the Division's file on this matter, which includes all materials submitted by Respondent, as the record in this case. In accordance with OAR 137-003-0670(3)(a)-(b), the record contains sufficient evidence of the existence of facts necessary to support a final order by default should the Director issue such an order.

SO ORDERED this 6th day of May, 2020.

ANDREW R. STOLFI, Acting Director
Department of Consumer and Business Services

/s/ Dorothy Bean
Dorothy Bean, Chief of Enforcement
Division of Financial Regulation

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NOTICE OF RIGHT TO JUDICIAL APPEAL

You are entitled to judicial review of this order in accordance with ORS 183.482. You may request judicial review by filing a petition with the Court of Appeals in Salem, Oregon, within 60 days from the date this order is served.

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