

**STATE OF MICHIGAN
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
CORPORATIONS, SECURITIES & COMMERCIAL LICENSING BUREAU**

In the matter of:

Agency No. 337223

JESSE LYNN WEBB
CRD# 2298761

Applicant.

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This 5th day of September, 2018

Issued and entered

**NOTICE OF INTENT TO DENY, CONDITION, OR LIMIT
SECURITIES AGENT REGISTRATION APPLICATION**

I. RELEVANT FACTS AND APPLICABLE LAW.

Relevant information and statutory provisions, under the Michigan Uniform Securities Act (2002) ("the Securities Act"), 2008 PA 551, as amended, MCL 451.2101 *et seq.*

1. Jesse Lynn Webb ("Applicant") has previously been registered as a securities agent and as an investment adviser representative in other states, but has never held any registrations under the Securities Act in Michigan.
2. Applicant's registrations through Merrill, Lynch, Pierce, Fenner, & Smith, Incorporated (CRD#7691, "Merrill Lynch") were terminated on or around January 11, 2012 after it was alleged that Applicant engaged in a private real estate transaction with a Merrill Lynch customer without the firm's permission. Applicant denies that he engaged in a real estate transaction with the Merrill Lynch customer, but acknowledges that he borrowed \$75,000 from the Merrill Lynch customer whose accounts he serviced without the firm's permission.
3. Applicant applied for registration as a securities agent in Michigan through Oppenheimer & Co., Inc. (CRD# 249), a Michigan-registered broker-dealer on or around June 11, 2018; the application became complete on or around July 26, 2018.
4. A review of information related to Applicant's securities registration application by staff at the Corporations, Securities, and Commercial Licensing Bureau ("the Bureau") within the State of Michigan Department of Licensing and Regulatory Affairs revealed that Respondent accepted a loan from a customer while employed by Merrill Lynch.
5. The Director of the Bureau ("Administrator") has reviewed materials relating to the application referred to in paragraph three, above. The Administrator finds that

Applicant's conduct in the securities industry within the previous ten years, as discussed in paragraph 2, was dishonest or unethical. Based on Applicant's past conduct discussed above and hereafter, the Administrator has determined that the denial, conditioning, or limitation of Applicant's securities agent registration application is authorized, appropriate, and in the public interest.

6. Section 412(1) of the Securities Act, MCL 451.2412(1), provides that if the Administrator finds that the Order is in the public interest and MCL 451.2412(4) authorizes the action, the Administrator may issue an Order denying, conditioning, or limiting an application for registration as a securities agent.

7. Section 412(4) of the Securities Act, MCL 451.2412(4) states in relevant part:

(4) A person may be disciplined under subsections (1) to (3) if any of the following apply to the person:

(m) The person has engaged in dishonest or unethical practices in the securities, commodities, investment, franchise, banking, finance, or insurance business within the previous 10 years...

8. Section 412(6) of the Securities Act, MCL 451.2412(6), authorizes the Administrator to deny a registration application pending final determination of an administrative proceeding.

9. The Administrator may deny Applicant's securities agent registration application under sections 412(1) and 412(4)(m) of the Securities Act, MCL 451.2412(1) and MCL 451.2412(4)(m), because Applicant engaged in dishonest or unethical business practices in the securities industry within the previous ten years when he borrowed money from a customer.

II. ORDER.

The Administrator finds that this ORDER is authorized, appropriate, and in the public interest based on the above-cited facts and law.

IT IS ORDERED as follows:

1. The Administrator intends to deny the securities agent registration application of Jesse Lynn Webb, under section 412(1) of the Securities Act, MCL 451.2412(1), because Applicant engaged in dishonest or unethical behavior in the securities industry within the previous ten years, which supports the denial of his registration application under the above-cited provisions of the Michigan Uniform Securities Act (2002), 2008 PA 551, MCL 451.2101 *et seq.*

2. In accordance with sections 412(1) and (6) of the Securities Act, MCL 451.2412(1) and (6): This is NOTICE that the Administrator intends to deny Applicant's securities agent registration application, and that Applicant has thirty (30) calendar days after the date that this Order is served on Applicant to submit a written request to the Administrator that this matter be scheduled for a hearing. If the Administrator timely receives a written request, the Administrator shall schedule a hearing within 15 days after receipt of the written request. If a hearing is not requested by Applicant or is not ordered by the Administrator within 30 days after the date of service of this Order, Applicant's application for securities agent registration will be DENIED. If a hearing is requested or ordered, the Administrator, after notice of and an opportunity for hearing to Applicant, may modify or vacate this Order or extend the Order until final determination.

3. Applicant is responsible for notifying his relevant supervisor and/or the Chief Compliance Officer of his employing firm of the issuance of this Order according to firm policies or procedures. A copy of this Order will not be mailed to Applicant's supervisor or the firm's Chief Compliance Officer. Agency representatives will only discuss this Order with a representative of Applicant's employing firm when Applicant or an attorney on Applicant's behalf is also present, because the firm is not a party to this administrative proceeding.

If Applicant requests a hearing, the request must be in writing and filed with the Department of Licensing and Regulatory Affairs, Corporations, Securities & Commercial Licensing Bureau, Regulatory Compliance Division, P.O. Box 30018, Lansing, MI 48909.

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
CORPORATIONS, SECURITIES, AND COMMERCIAL LICENSING BUREAU

By:



Julia Dale, Administrator and Director
Corporations, Securities & Commercial Licensing Bureau