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KENNETH W. ANDERSON, JR.
MEMBER

SSB Docket No. 00-027

IN THE MATTER OF
TAMARACK FUNDING CORPORATION;
GARRY P. ISAACS; AND
MARY T. JOHNSON

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§
§
§

Order No. CP-1408

TO: Tamarack Funding Corporation
114 North Commercial
Branson, Missouri 65616

Garry P. Isaacs
114 North Commercial
Branson, Missouri 65616

Mary T. Johnson
1003 Grinnel Drive
Richardson, Texas 75081

CEASE PUBLICATION ORDER

This is your OFFICIAL NOTICE of the issuance by the Securities Commissioner of the State of Texas ("Securities Commissioner") of an ORDER TO CEASE PUBLICATION pursuant to Section 23.B of The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2000) ("Texas Securities Act") of materials published and disseminated within the State of Texas relating to the offer for sale and sale of securities.

1. The Staff of the Enforcement Division of the Texas State Securities Board ("Staff") has presented evidence sufficient for the Securities Commissioner to find that Tamarack Funding Corporation ("Respondent TFC"), Garry P. Isaacs, ("Respondent Isaacs") and Mary T. Johnson, ("Respondent Johnson"), have made offers for sale of securities which contain statements that are materially misleading or are otherwise likely to deceive the public.
2. The Staff has presented evidence sufficient for the Securities Commissioner to find that Respondents placed, or permitted to be placed, advertisements on the Internet,

located at the following URLs: <http://www.tamarackfunding.com> and <http://www.beseen.net/moneyworks/clients.htm>, and sites related thereto, which seek to sell evidences of indebtedness and/or investment contracts. Respondents offer investments in automobile receivables with a represented return of 12%.

3. The Staff has presented evidence sufficient for the Securities Commissioner to find that Respondents engaged in the offer for sale of securities in the State of Texas.
4. The Staff has presented evidence sufficient for the Securities Commissioner to find that, in connection with the offer for sale of securities within the State of Texas, relating to the offer of the above-referenced securities, Respondents made statements that are materially misleading or are otherwise likely to deceive the public, to wit:

In providing background information about TFC, the first above-referenced website states:

Q. Who is Tamarack Funding Corporation?

Tamarack is an experienced management services Company whose origins is in Dallas, Texas. We began managing Receivables in 1995 for private Clients. We have a sister Company in Ft. Lauderdale Florida that has been operating since 1996. Our Clients have been consistently receiving monthly distributions of earned income since we began. We are members of the Better Business Bureau in Southwest Missouri and the Branson, Missouri Chamber of Commerce.

Both websites include the following statements in their discussion of TFC:

By extending our servicing capability to individuals and not just institutions, we have provided for private owners to own high yield consumer credit contracts without sustaining the risk that is typically associated with high yield paper. By utilizing our expertise in risk management, and managing the default rate, Tamarack is able to provide for the replacement of defaulted paper at no risk to our clients.

These statements are misleading in that they fail to disclose that in Securities and Exchange Commission v. Tamarack Funding Corp. and Garry P. Isaacs, Civil Action No. 00-6730, the United States District Court for the Southern District of Florida entered a permanent injunction against Tamarack Funding Corporation, a Texas corporation; Tamarack Funding Corporation, a Florida corporation; and Garry P. Isaacs, their president, which enjoined them from employing any device, scheme or artifice to defraud; making any untrue statement of a material factor omitting to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading; engaging in any act, practice or course of business which operates or would operate as a fraud or deceit

upon any person and from the commission of registration violations. The injunction also ordered disgorgement of funds received as a result of the courses of conduct described in the complaint. The complaint filed by the Securities and Exchange Commission in the matter alleges that investors were told that their funds would be used to purchase retail automobile installment loan contracts. According to the complaint, out of the \$4.7 million raised from investors nationwide, only \$1.4 million was actually used by TFC to purchase vehicle loans.

The Securities Commissioner hereby FINDS and is of the opinion that the evidence presented by the Staff shows that, in connection with the offer for sale and sale of securities, the sales materials used by Respondents contain statements that are materially misleading or are otherwise likely to deceive the public.

The Securities Commissioner further FINDS and is of the opinion that the evidence presented by the Staff demonstrates sufficient proof of grounds necessary for the issuance of an ORDER TO CEASE PUBLICATION as provided by Section 23.8 of the Texas Securities Act.

ORDER

It is therefore ORDERED by the Securities Commissioner, pursuant to Section 23.B of the Texas Securities Act, that Tamarack Funding Corporation, Garry P. Isaacs and **Mary T. Johnson** CEASE PUBLICATION, dissemination and use of advertisements and **sales** materials that are materially misleading or otherwise likely to deceive the public, including, but not limited to, those materials that relate to the above-referenced offers for sale of securities issued by Respondents and any advertisements or sales materials substantially similar thereto in connection with the offer for sale or sale of securities within the State of Texas.

Dated this 30th day of November, 2000.


DENISE VOIGT CRAWFORD
Securities Commissioner