

JOHN MORGAN  
SECURITIES COMMISSIONER

TRAVIS ILES  
DEPUTY SECURITIES COMMISSIONER

Mail: P.O. BOX 13167  
AUSTIN, TEXAS 78711-3167

Phone: (512) 305-8300  
Facsimile: (512) 305-8310



## Texas State Securities Board

208 E. 10th Street, 5th Floor  
Austin, Texas 78701-2407  
www.ssb.texas.gov

BETH ANN BLACKWOOD  
CHAIR

E. WALLY KINNEY  
MEMBER

DAVID A. APPLEBY  
MEMBER

ALAN WALDROP  
MEMBER

MIGUEL ROMANO, JR.  
MEMBER

IN THE MATTER OF THE  
INVESTMENT ADVISER  
REPRESENTATIVE REGISTRATION  
AND THE AGENT REGISTRATION  
OF STEPHEN M. SCHEURER

§  
§  
§  
§  
§

**Order No. REG16-CAF-02**

TO: Stephen M. Scheurer (CRD #413186)  
BBVA Securities Inc.  
12524 FM 2244  
Austin, Texas 78738

### DISCIPLINARY ORDER

Be it remembered that Stephen M. Scheurer ("Respondent") appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this order ("Order") and the Findings of Fact and the Conclusions of Law contained herein.

### FINDINGS OF FACT

1. Respondent has waived (a) Respondent's right to notice and hearing in this matter; (b) Respondent's right to appear and present evidence in this matter; (c) Respondent's right to appeal this Order; and (d) all other procedural rights granted to the Respondent by The Securities Act, Tex. Rev. Civ. Stat. Ann. arts. 581-1 to 581-44 (West 2010 & Supp. 2016)("Texas Securities Act"), and the Administrative Procedure Act, Tex. Gov't Code Ann. §§ 2001.001 to 2001.902 (West 2008 & Supp. 2016)("Administrative Procedure Act").
2. From December 3, 2003 through July 5, 2016, Respondent was registered with the Securities Commissioner as an agent of Century Securities Associates, Inc. ("CSA").
3. From January 7, 2004 through July 5, 2016, Respondent was registered with the Securities Commissioner as an investment adviser representative of CSA.

4. On July 7, 2016 Respondent applied for registration with the Securities Commissioner as an investment adviser representative for BBVA Wealth Solutions, Inc. ("BBVA"). This application is currently pending.
5. On July 7, 2016 Respondent also applied for registration with the Securities Commissioner as an agent of BBVA. This application is currently pending.

#### **Failure to Update Form U4**

6. Pursuant to §§115.9(a)(6) and 116.9(a)(6) of the Rules and Regulations of the State Securities Board (the "Board Rules") a person registered as an agent or an investment adviser representative shall report to the Securities Commissioner within thirty (30) days after its entry against the registered agent or investment adviser representative, any change in information previously disclosed to the Securities Commissioner on any application form or filing.
7. The Form U4 is the Uniform Application for Securities Industry Registration or Transfer. Broker dealers, their agents, investment advisers, and investment adviser representatives must use this form to become registered with the appropriate jurisdictions and/or SROs and are under a continuing obligation to amend and update information required by the Form U4 as changes occur.
8. Item 14K of the Form U4 requires the disclosure of whether the individual has ever made a compromise with creditors.
9. On September 20, 2011, Respondent answered "No" to Item 14K of Respondent's form U4, affirming that Respondent did not have any compromises with creditors.
10. Respondent had four (4) compromises with creditors during 2010 as follows:
  - a. Creditor Compromise A occurred on January 29, 2010, however the compromise was not disclosed on Respondent's Form U4 until June 28, 2016.
  - b. Creditor Compromise B occurred on February 16, 2010, however the compromise was not disclosed on Respondent's Form U4 until June 28, 2016.
  - c. Creditor Compromise C occurred on May 28, 2010, however the compromise was not disclosed on Respondent's Form U4 until June 28, 2016.

- d. Creditor Compromise D occurred June 16, 2010, however the compromise was not disclosed on Respondent's Form U4 until June 28, 2016.
11. Respondent filed a total of ten (10) Form U4 amendments between the time Respondent received notice of Respondent's first compromise with a creditor and the date on which Respondent finally disclosed the four compromises with creditors. Each time Respondent answered "No" to Item 14K of Respondent's form U4.

#### CONCLUSIONS OF LAW

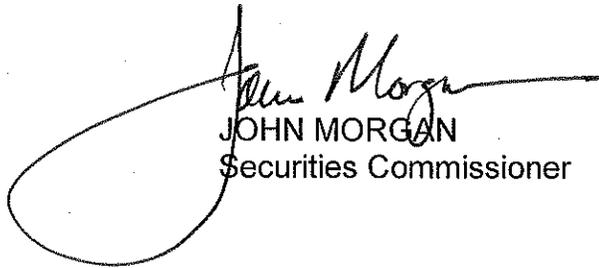
1. Respondent's failure to disclose to the Securities Commissioner the changes of information in connection with compromises with creditors within thirty (30) days of such changes are violations of §115.9(a)(6) of the Board Rules.
2. Respondent's failure to disclose to the Securities Commissioner the changes of information in connection with compromises with creditors within thirty (30) days of such changes are violations of §116.9(a)(6) of the Board Rules.
3. The foregoing violations of the Board Rules constitute bases for the issuance of an Order reprimanding the Respondent pursuant to Section 14.(A)(6) of the Texas Securities Act.
4. Pursuant to Section 23-1 of the Texas Securities Act, the aforementioned violations of a Board Rule constitute bases for the assessment of an administrative fine against the Respondent.

#### ORDER

1. It is therefore ORDERED that the investment adviser representative registration of Stephen M. Scheurer is hereby GRANTED.
2. It is further ORDERED that the agent registration of Stephen M. Scheurer is hereby GRANTED.
3. It is further ORDERED that Stephen M. Scheurer is hereby REPRIMANDED.

4. It is further ORDERED that Stephen M. Scheurer shall pay an ADMISTRATIVE FINE in the amount of Three-Thousand Dollars (\$3,000). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of Three-Thousand Dollars (\$3,000) payable to the State of Texas, within ten (10) days of the entry of this order.

SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 21st  
day of September, 2016.

  
JOHN MORGAN  
Securities Commissioner

Respondent:

Stephen M Scheurer  
Stephen M. Scheurer

Approved as to Form:

Callie Hester

Callie A. Hester  
Attorney, Inspections and  
Compliance Division

Cristi Ramón

Cristi Ramón  
Attorney, Inspections and  
Compliance Division

**ACKNOWLEDGMENT**

On the 50 day of September, 2016, Stephen M. Scheurer ("Respondent"), appeared before me, executed the foregoing Order, and acknowledged that:

1. Respondent has read the foregoing Order;
2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and
4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.



[affix notary seal here]

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the end.

Notary Public in and for  
the State of Texas

My commission expires on: 02/09/2019