

JOHN MORGAN
SECURITIES COMMISSIONER

TRAVIS ILES
DEPUTY SECURITIES COMMISSIONER

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Texas State Securities Board

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MEMBER

ALAN WALDROP
MEMBER

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MEMBER

IN THE MATTER OF THE
AGENT REGISTRATION
OF JESSE SHELMIRE

§
§
§

Order No. IC16-SUS-18

TO: Jesse Shelmire (CRD #1008550)
Stonegate Capital Markets, Inc.
8201 Preston Road, Suite 325
Dallas, Texas 75225

DISCIPLINARY ORDER

Be it remembered that Jesse Shelmire ("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 2010 & Supp. 2016) ("Administrative Procedure Act").
2. On June 24, 1999, Respondent registered with the Securities Commissioner as an agent of Stonegate Capital Markets, Inc. This registration is currently effective.

Failure to Amend Form U4

3. Pursuant to §115.9(a)(6) of the Rules and Regulations of the State Securities Board (the "Board Rules") a person registered as an agent of a securities dealer shall report to the Securities Commissioner within thirty (30) days any change in

information previously disclosed to the Securities Commissioner on any application form or filing.

4. The Form U4 is the Uniform Application for Securities Industry Registration or Transfer. Broker dealers and their agents must use this form to become registered in the appropriate jurisdictions and/or with any self-regulatory organization and are under a continuing obligation to amend and update information required by the Form U4 as changes occur.
5. Item 14M of the Form U4 requires the disclosure of whether the individual has any unsatisfied judgments or liens against him/her.
6. On or about August 20, 2013, the Internal Revenue Service ("IRS") sent notices to Respondent of two tax liens against Respondent in the amounts of \$215,556.73 and \$72,361.17.
7. On or about August 22, 2013, Respondent met with the IRS and the aforementioned liens were brought to his attention.
8. Respondent did not disclose the liens on his Form U4 until December 5, 2014.

Relevant Disciplinary History

9. On October 24, 2016 Respondent entered into an acceptance, waiver, and consent order (the "AWC") with the Financial Industry Regulatory Authority ("FINRA").
10. In the AWC, FINRA found that Respondent willfully failed to timely amend Respondent's Form U4 to disclose the aforementioned tax liens within thirty (30) days of learning of them.
11. Respondent was subsequently suspended for a period of ninety (90) days from association with any FINRA member and assessed a \$5,000 fine.

CONCLUSIONS OF LAW

1. Respondent's failure to disclose the tax liens against Respondent to the Securities Commissioner is a violation of §115.9(a)(6) of the Board Rules.
2. The foregoing violation of the Board Rules constitutes a basis for the issuance of an Order suspending Respondent's registration with the Securities Commissioner pursuant to Section 14.(A)(6) of the Texas Securities Act.

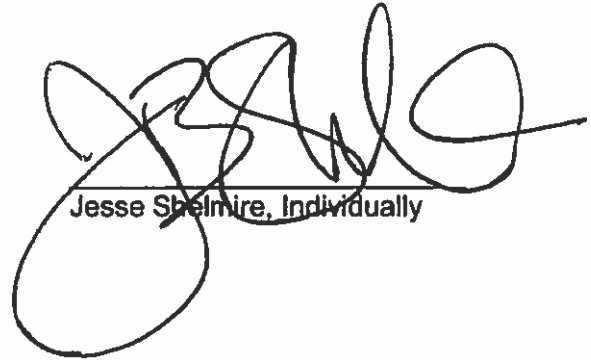
ORDER

1. It is therefore ORDERED that the agent registration of Jesse Shelmire with the Securities Commissioner is hereby SUSPENDED for a period of one hundred and twenty (120) days to begin on November 21, 2016.

SIGNED AND ENTERED BY THE SECURITIES COMMISSIONER this 17th
day of November, 2016.


JOHN MORGAN
Securities Commissioner

Respondent:



Jesse Shelmire, Individually

Approved as to Form:



Callie A. Hester
Attorney
Inspections and Compliance Division



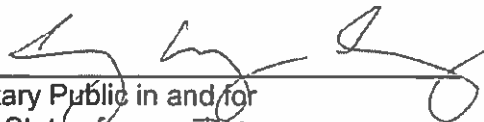
Cristi Ramón
Attorney
Inspections and Compliance Division



ACKNOWLEDGMENT

On the 10th day of November, 2016, Jesse Shelmire ("Respondent") personally 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.


Notary Public in and for
the State of TX

[affix notary seal here]

My commission expires on: 11/9/2019

