

COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2020-AH-00002

ENTERED
MAR 06 2020
MCO
B. A. [unclear]
COMMISSIONERS OFFICE

DEPARTMENT OF FINANCIAL INSTITUTIONS

COMPLAINANT

vs.

DAVIS INVESTMENTS, LLC
d/b/a PEOPLE'S CASH ADVANCE

RESPONDENT

AGREED ORDER

* * * * *

1. The Department of Financial Institutions ("DFI") is responsible for regulating and licensing entities engaged in the business of cashing checks and accepting deferred deposit transactions in accordance with the provisions set forth in KRS Chapter 286.9.

2. Davis Investments, LLC d/b/a People's Cash Advance ("Respondent") is authorized to do business in Kentucky as a deferred deposit and check cashing licensee pursuant to KRS Chapter 286.9, with an office located at 801 Campbell Lane, Suite C, Bowling Green, Kentucky 42104 with Deferred Deposit License #CC 265-1. The principal corporate office is located in Bowling Green, Kentucky.

3. ~~DFI conducted a routine examination of Respondent on August 19, 2019.~~
During the examination, the DFI discovered that Respondent entered the wrong social security number (SSN) for a customer into the Veritec database, in violation of KRS 286.9-140(1). The customer then opened a second deferred deposit transaction on six (6) occasions, resulting in an aggregate amount greater than five hundred dollars (\$500), in violation of KRS 286.9-100(9).

4. KRS 286.9-100(9) states: "A licensee shall not have more than two (2) deferred deposit transactions from any one (1) customer at any one time. The total proceeds received by the customer from all of the deferred deposit transactions shall not exceed five hundred dollars (\$500)."

5. KRS 286.9-140(1) states, in relevant part, "A deferred deposit service business licensee shall accurately and promptly submit such data before entering into each deferred deposit transaction in such format as the commissioner may require by rule or order, including the customer's name, Social Security number or employment authorization alien number, address, driver's license number, amount of transaction, date of transaction, date that the completed transaction is closed, and any additional information required by the commissioner..."

6. DFI possesses a range of administrative authority in addressing violations of the Act, including license revocation or denial, as well as the imposition of civil penalties in an amount up to five thousand dollars (\$5,000) per violation. See KRS 286-9.110; 286.9-991.

7. In this case, the DFI assessed a civil penalty against Respondent in the amount of one thousand dollars (\$1,000) for each of the above-described violations of KRS 286.9-100(9) and KRS 286.9-140(1), for a total penalty of six thousand dollars (\$6,000).

8. In the interest of economically and efficiently resolving the violations described herein, and without Respondent admitting or denying the statements of fact and legal conclusions herein, DFI and Respondent agree as follows:

- a. Respondent agrees to a civil penalty assessment in the amount of six thousand dollars (\$6,000) for the violations described herein;
- b. An initial payment of two thousand dollars (\$2,000) towards the civil penalty is due upon entry of this Agreed Order. The balance will be due on the last day of each month, in one thousand dollar (\$1,000) increments, over a four (4) month period, beginning the month following entry of this Agreed Order. Any payments received in the office of DFI five (5) or more days past the due date will nullify the probated amount and the full civil penalty will become payable immediately;
- c. Payment shall be made in the form of a cashier's check or money order made payable to "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, ATTN: Non-Depository Division – Order, 500 Mero Street 2SW19, Frankfort, Kentucky 40601;
- d. Respondent shall devote the time and resources necessary to ensure continual and full compliance with all statutory requirements set forth in KRS Chapter 286.9.

~~9. Respondent waives its right to demand a hearing at which it would be~~
entitled to legal representation, to confront and cross-examine witnesses, and to present evidence on its own behalf, or to otherwise appeal or set aside this Order.

10. Respondent consents to and acknowledges the jurisdiction of DFI over this matter and that this Agreed Order is a matter of public record and may be disseminated as such.

11. In consideration of execution of this Agreed Order, Respondent for itself, and for its successors and assigns, hereby releases and forever discharges the Commonwealth of Kentucky, DFI, Office of Legal Services, and each of their members, agents, and employees in their individual capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims and demands whatsoever, known and unknown, in law or equity, that Respondent ever had, now has, may have or claim to have against any or all of the persons or entities named in this paragraph arising out of or by reason of this investigation, this disciplinary action, this settlement or its administration.

12. By signing below, the parties acknowledge they have read the foregoing Agreed Order, know and fully understand its contents, and that they are authorized to enter into and execute this Agreed Order and legally bind their respective parties.

13. This Agreed Order shall constitute the Final Order in this matter.

IT IS SO ORDERED on this the 5th day of March, 2020.



CHARLES A. WICE
COMMISSIONER

Consented to:

This 3rd day of March, 2020.

Division Director
Division of Non-Depository Institutions
Department of Financial Institutions

This 19 day of Feb, 2020.

Anne L. Davis Nelson
Authorized Representative
Davis Investments, LLC
Deferred Deposit License # CC 265-1

ACKNOWLEDGEMENT

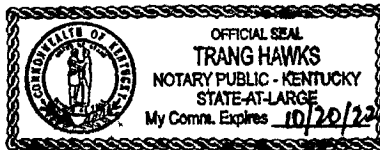
STATE OF Kentucky)
COUNTY OF Warren)

On this the 19th day of February, 2020, before me Trang Hawks, the undersigned, Anne L. Davis Nelson, did personally appear and acknowledge himself/herself to be the authorized representative of Davis Investments, LLC d/b/a People's Cash Advance and that he/she, being authorized to do so, entered into and executed the foregoing instrument for the purposes therein contained.

My Commission Expires: 10/20/2022

Commission # 610280

Notary Public



Certificate of Service

I hereby certify that a copy of the foregoing **Agreed Order** was sent on this the 6th day of March, 2020, by certified mail, return receipt requested, to the following:

Ms. Anne Davis
Davis Investments, LLC
d/b/a People's Cash Advance
801 Campbell Lane, Suite C
Bowling Green, KY 42104

Via Hand-Delivery to:

Hon. Christine Foster
Kentucky Department of Financial Institutions
1025 Capital Center Drive, Suite 200
Frankfort, KY 40601

Collins Reed / by Mary Johnson
Kentucky Department of Financial Institutions