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**STATE OF WASHINGTON
DEPARTMENT OF FINANCIAL INSTITUTIONS
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING
whether there has been a violation of the
Securities Act of Washington by:

Edward G. Villesvik,

Respondent.

Order Number S-05-186-05-SC01

STATEMENT OF CHARGES AND NOTICE
OF INTENT TO SUSPEND SECURITIES
SALESPERSON REGISTRATION AND
IMPOSE FINES

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THE STATE OF WASHINGTON TO: Edward G. Villesvik (CRD #2785214)

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STATEMENT OF CHARGES

Please take notice that the Securities Administrator of the State of Washington has reason to believe that the Respondent, Edward G. Villesvik, has violated the Securities Act of Washington. The Securities Administrator believes those violations justify the suspension of Edward G. Villesvik's securities salesperson registration pursuant to RCW 21.20.110(1) and imposition of fines pursuant to RCW 21.20.110(4). The Securities Administrator finds as follows:

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TENTATIVE FINDINGS OF FACT

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RESPONDENTS

1. Edward G. Villesvik ("Villesvik") is an individual residing in Washington State. Villesvik was registered with the Washington State Securities Division as a securities salesperson for Pruco Securities, LLC from December of 1996 to May of 2004. He is currently not registered as a securities salesperson with the Washington State Securities Division.

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STATEMENT OF CHARGES AND NOTICE OF
INTENT TO SUSPEND SECURITIES
SALESPERSON REGISTRATION AND IMPOSE
FINES

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DEPARTMENT OF FINANCIAL INSTITUTIONS
Securities Division
PO Box 9033
Olympia, WA 98507-9033
360-902-8760

1 NATURE OF THE CONDUCT

2 2. Villevik was charged with child molestation, a felony, in Snohomish County Washington
3 on November 21, 2001. Villevik was convicted of communication with a minor for immoral purposes, a
4 gross misdemeanor, on March 5, 2004.

5 3. The Form U-4 is the Uniform Application for Securities Industry Registration or Transfer
6 form and is required when registering as a securities salesperson. Question 14(A) (1) (b) of the form asks
7 the applicant whether they have ever been “charged with any felony.” When Villevik filed the
8 application in 1996, Villevik’s answer was “no” to question 14(A) (1) (b).

9 4. After being charged with the felony on November 21, 2001 Villevik failed to amend his
10 Form U-4 answer to question 14(A) (1) (b) to disclose the felony charge until April 5, 2004.

11 Based upon the above Tentative Findings of Fact, the following Conclusions of Law are made:

12 CONCLUSIONS OF LAW

13 Edward G. Villevik failed to update his Form U-4 within thirty (30) days of the felony charge in
14 violation of WAC 460-22B-060. WAC 460-22B-060 requires a salesperson update his/her application
15 within thirty (30) days of the occurrence of an event that causes the salesperson’s application to be
16 inaccurate. Villevik’s felony charge in November of 2001 caused his application to become inaccurate.
17 This failure to amend is grounds for the suspension of his salesperson registration pursuant to RCW
18 21.20.110(1) (b).

19 NOTICE OF INTENT TO SUSPEND REGISTRATION

20 Pursuant to RCW 21.20.110(1), and based upon the above Tentative Findings of Fact and
21 Conclusions of Law, the Securities Administrator intends to order that the securities salesperson
22 registration of the Respondent be suspended for six (6) months.

1 **NOTICE OF INTENT TO IMPOSE FINES**

2 Pursuant to RCW 21.20.110(4), and based upon the above Tentative Findings of Fact and
3 Conclusions of Law, the Securities Administrator intends to order that Respondent shall be liable for and
4 pay a fine of \$2,500.

5 **AUTHORITY AND PROCEDURE**

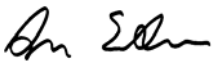
6 This Order is entered pursuant to the provisions of RCW 21.20.110, and is subject to the
7 provisions of RCW 21.20.120 and Chapter 34.05 RCW. The Respondent may make a written request for
8 a hearing as set forth in the NOTICE OF OPPORTUNITY TO DEFEND AND OPPORTUNITY FOR
9 HEARING accompanying this Order. If the Respondent does not request a hearing, the Securities
10 Administrator intends to adopt the foregoing Tentative Findings of Fact and Conclusions of Law as final,
11 enter a permanent order against Respondent suspending the Respondent's securities salesperson
12 registration and imposing the fine sought.

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14 DATED and ENTERED this 4th day of January, 2006.

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MICHAEL E. STEVENSON
Securities Administrator

17 Approved by:

17 Presented by:

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19 _____
20 Suzanne Sarason
Chief of Compliance & Examinations

19 _____
20 Kate Reynolds
Financial Legal Examiner