STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS SECURITIES DIVISION

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

MALIBU DEVELOPMENT CORPORATION; THE MERIDIAN ON BAINBRIDGE ISLAND, LLC; CMHCEH, LLC.; JOHN M. ERICKSON; BRUCE MCCURDY; CHRISTOPHER M. HEINS; MICHAEL B. REETZ, Order Number S-06-065-08-CO04

CONSENT ORDER AS TO BRUCE MCCURDY, MALIBU DEVELOPMENT CORPORATION, AND THE MERIDIAN ON BAINBRIDGE ISLAND LLC

Respondents.

INTRODUCTION

On June 8, 2007, the Securities Administrator of the State of Washington issued Summary Order to Cease and Desist and Notice of Intent to Impose Fines and Charge Costs, S-06-065-07-TO01, hereinafter referred to as "Summary Order," against Respondents Malibu Development Corporation; The Meridian on Bainbridge Island, LLC; CMHCEH, LLC.; John M. Erickson; Bruce McCurdy; Christopher M. Heins; and Michael B. Reetz. The Securities Division and Respondents Bruce McCurdy, Malibu Development Corporation, and The Meridian on Bainbridge Island LLC do hereby enter into this Consent Order in settlement of the above-captioned matter. The Securities Division made certain allegations and conclusions in the Summary Order, set forth under the headings "Tentative Findings of Fact" and "Conclusions of Law." Respondents Bruce McCurdy, Malibu Development Corporation, and The Meridian on Bainbridge Island LLC neither admit nor deny the Findings of Fact and Conclusions of Law, which are hereby incorporated by reference into this Consent Order.

CONSENT ORDER AS TO BRUCE MCCURDY, MALIBU DEVELOPMENT CORPORATION, AND THE MERIDIAN ON BAINBRIDGE ISLAND LLC DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympia, WA 98507-9033 360-902-8760

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CONSENT ORDER

Based upon the foregoing and finding it in the public interest:

IT IS AGREED AND ORDERED that Respondents Bruce McCurdy, Malibu Development Corporation, and The Meridian on Bainbridge Island LLC and their agents and employees each shall cease and desist from violating RCW 21.20.140, the provision of the Securities Act of Washington making it unlawful to sell unregistered securities.

IT IS FURTHER AGREED AND ORDERED that Respondents Bruce McCurdy and Malibu Development Corporation, and their agents and employees, each shall cease and desist from violating RCW 21.20.040, the section of the Securities Act of Washington requiring registration of securities salespersons, broker-dealers, investment advisers, and investment adviser representatives.

IT IS FURTHER AGREED AND ORDERED that Respondents Bruce McCurdy, Malibu Development Corporation, and The Meridian on Bainbridge Island LLC and their agents and employees each shall cease and desist from violating RCW 21.20.010, the anti-fraud section of the Securities Act of Washington.

IT IS FURTHER AGREED AND ORDERED, pursuant to RCW 21.20.110(1), that Respondent Bruce McCurdy shall not make application for nor be granted a broker-dealer, securities salesperson, investment adviser and/or investment adviser representative license for a period of ten (10) years from the date of entry of this Consent Order.

IT IS FURTHER AGREED AND ORDERED that Respondent Bruce McCurdy shall be liable for and pay a fine of \$10,000 and shall be liable for and pay investigative costs in the amount of \$5,000. The payments shall be made as follows. Respondent Bruce McCurdy shall make an initial payment of

CONSENT ORDER AS TO BRUCE MCCURDY, MALIBU DEVELOPMENT CORPORATION, AND THE MERIDIAN ON BAINBRIDGE ISLAND LLC DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division PO Box 9033 Olympia, WA 98507-9033

360-902-8760

\$1,000 on or before the date of entry of the Consent Order. Respondent Bruce McCurdy shall then make 1 2 payments of \$500 per month for twenty-eight (28) consecutive months. Each payment shall be due by the 15th day of the month. If Respondent Bruce McCurdy fails to make any monthly payment, the 3 \$10,000 in fines and \$5,000 in costs imposed in this Consent Order shall become immediately due and 4 5 payable. IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order. 6 7 IT IS FURTHER AGREED that Respondent Bruce McCurdy enters into this Consent Order freely and voluntarily and with full understanding of its terms and significance. 8 9 IT IS FURTHER AGREED that in consideration of the foregoing, Respondents Bruce McCurdy, Malibu Development Corporation, and The Meridian on Bainbridge Island LLC waive their rights to a 10 hearing in this matter and judicial review of this matter pursuant to RCW 21.20.440 and RCW 34.05. 11 WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE. 12 13 SIGNED this 23rd day of October, 2008. 14 Signed by: 15 16 BRUCE MCCURDY, individually 17 Signed by: 18 MALIBU DEVELOPMENT CORPORATION 19 20 By:_/s/_ BRUCE MCCURDY, Chief Executive Officer 21 Signed by: 22 3 DEPARTMENT OF FINANCIAL INSTITUTIONS CONSENT ORDER AS TO BRUCE MCCURDY, 23 Securities Division MALIBU DEVELOPMENT CORPORATION, AND PO Box 9033 THE MERIDIAN ON BAINBRIDGE ISLAND LLC Olympia, WA 98507-9033 24 360-902-8760

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1	THE MERIDIAN ON BAINBRIDGE ISLAND LLC	
2 3	By:_/s/BRUCE MCCURDY, MALIBU DEVELOPM	MENT CORPORATION, Managing Member
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5 6	SIGNED and ENTERED this 27th day of January, 2010.	
7	Quidel 2, Stevenson	
8	MICHAEL E. STEVENSON Securities Administrator	-
9	Approved by:	Presented by:
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2	SUZANNE SARASON	JILL M. VALLELY
3	Chief of Enforcement	Enforcement Attorney
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	CONSENT ORDER AS TO BRUCE MCCURDY,	4 DEPARTMENT OF FINANCIAL INSTITUTIONS
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