1 2	STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS SECURITIES DIVISION	
3	IN THE MATTER OF DETERMINING	Order No.: S-18-2366-18-CO01
4	Whether there has been a violation of the Franchise Investment Protection Act of	CONSENT ORDER
5	Washington by:	
6	BrewRunr, LLC; Travis Glasgow;	
7		
0	Respondents	
8		
9	Pursuant to the Franchise Investment Pr	otection Act of Washington, RCW 19.100, the Securities
10	Division and Respondents BrewRunr, LLC and	Travis Glasgow do hereby enter into this Consent Order in
11	settlement of the matters alleged herein. Respond	ents BrewRunr, LLC and Travis Glasgow neither admit nor
12	deny the Findings of Fact or Conclusions of Law	as stated below.
13	FINDI	INGS OF FACT
14	R	espondents
15	1. BrewRunr, LLC ("BrewRunr") is	a Wyoming limited liability company formed on May 4,
16	2018 with its principal place of business in Casp	er, Wyoming. BrewRunr provides a referral service which
17	connects customers to both independent delivery of	operators and retail partners with an alcohol delivery service.
18	2. Travis Glasgow ("Glasgow") is a V	Vyoming resident and the managing member and sole owner
19	of BrewRunr.	
20	Natur	e of the Offering
21	3. In November of 2017, BrewRunr	posted an advertisement to Craigslist under a section of the
22	website servicing Yakima, WA. In the advertise	ment BrewRunr offered the public the opportunity to own
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	CONSENT ORDER	DEPARTMENT OF FINANCIAL INSTITUTIONS Securities Division

exclusive BrewRunr location rights in Yakima. In the advertisement BrewRunr guaranteed service operators
 revenue of \$2000 per month with the purchase of a BrewRunr business location.

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4. BrewRunr's Craigslist advertisement indicates that BrewRunr provides promotional assistance
to its service operators. BrewRunr advertises that it will "help you promote your location." Additionally,
BrewRunr's Craigslist advertisement indicates that BrewRunr gives technical assistance to its service
operators. BrewRunr offers its service operators "free product integration for the best-selling drinks into the
BrewRunr software."

5. In May of 2018, BrewRunr and Glasgow offered and sold the rights to two business locations
that are located within the state of Washington: one in Spokane, Washington and one in Ellensburg,
Washington. At least one of the purchasers reside in Washington State. When purchasing the business
locations, both of the service operators executed a service agreement with BrewRunr. As a condition of the
service agreement, BrewRunr is obligated to assist service operators to establish and efficiently operate the
BrewRunr service.

BrewRunr required the Spokane service operator to pay an initial fee of \$300. With this
payment BrewRunr gave the service operator the right to use the name "BrewRunr" and related signs,
symbols, and marks for the service operator's signage, advertising, and promotional materials. BrewRunr
required the service operator to use the order forms that it provided.

7. BrewRunr required the Ellensburg service operator to pay an initial fee of \$150. BrewRunr
gave the Ellensburg service operator the right to use BrewRunr's name, signs, symbols, and marks. BrewRunr
required the service operator to use the order forms that it provided.

8. BrewRunr did not provide the Washington State BrewRunr service operators with a Franchise
 Disclosure Document prior to executing the Service Agreement. A Franchise Disclosure Document would
 have required Glasgow to disclose his prior bankruptcy to prospective BrewRunr service operators.

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## **Registration Status**

9. Respondent BrewRunr, LLC is not currently registered to sell its business locations in the state of Washington and has not previously been so registered. There is no notification of exemption on file with the state of Washington.

10. Respondent Travis Glasgow is not currently registered to sell its business locations in the state of Washington and has not previously been so registered. There is no notification of exemption on file with the state of Washington.

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

## **CONCLUSIONS OF LAW**

1. The offer or sale of business locations as described above constitutes the offer or sale of a franchise as defined in RCW 19.100.010(6), RCW 19.100.010(12), and RCW 19.100.010(17).

2. The offer or sale of said business locations was in violation of RCW 19.100.020 because no registration for such offer or sale is on file with the Washington Securities Administrator.

The offer or sale of said business locations was in violation of RCW 19.100.080 because
 BrewRunr, LLC, and Travis Glasgow each failed to provide the service operators with a franchise
 disclosure document prior to the sale of the business locations.

4. BrewRunr, LLC and Travis Glasgow have each violated RCW 19.100.170, the violations section of the Franchise Investment Protection Act, because each failed to provide a prospective purchaser all of the basis and assumptions underlying financial projections made and either misrepresented or omitted to disclose material facts.

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## **CONSENT ORDER**

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

IT IS AGREED AND ORDERED that the Respondents BrewRunr, LLC and Travis Glasgow, and its agents and employees shall each cease and desist from offering or selling franchises in violation of RCW 19.100.020, the registration section of the Franchise Investment Protection Act of the state of Washington.

IT IS FURTHER AGREED AND ORDERED that Respondents BrewRunr, LLC and Travis Glasgow, and its agents and employees shall each cease and desist from any violation of RCW 19.100.080, the franchise disclosure document section of the Franchise Investment Protection Act of the state of Washington.

IT IS FURTHER AGREED AND ORDERED that Respondents BrewRunr, LLC and Travis Glasgow, and its agents and employees shall each cease and desist from any violation of RCW 19.100.170, the violations section of the Franchise Investment Protection Act of the state of Washington.

IT IS FURTHER AGREED AND ORDERED that Respondents BrewRunr, LLC and Travis Glasgow, shall be liable for and shall pay investigative costs of \$300 prior to the entry of this Consent Order.

IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Consent Order.

IT IS FURTHER AGREED that Respondents BrewRunr, LLC and Travis Glasgow, each enter into this Consent Order freely and voluntarily and with a full understanding of its terms and significance.

IT IS FURTHER AGREED that in consideration of the foregoing, the Respondents BrewRunr, LLC and Travis Glasgow each waive their right to a hearing and to judicial review of this matter pursuant to RCW 19.100.260 and Chapter 34.05 RCW.

1	Signed this <u>10th</u> day of <u>Au</u>	<u>gust</u> , 2018	
2			
3	Signed by:		
4	BrewRunr		
5	By/s/		
6	Travis Glasgow Organizer		
7			
8			
9	Signed by:		
10	/s/		
11	Travis Glasgow, Individually		
12			
13	SIGNED and	ENTERED this <u>14th</u> day of <u>August</u> , 2018	
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15		All and the	and co
16		portant	
17		William M. Beatty	
18		Securities Administrator	
19			
20	Approved by:	Presented by:	
21		_	
22		Journ Sechu	
23	Suzanne Sarason	Zachary DeFelice	
	CONSENT ORDER	Olympia, WA 98	s Division Box 9033

Chief of Enforcement

Legal Intern

Reviewed by:

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Jack McClellan Financial Legal Examiner Supervisor