1	STATE OF WASHINGTON DEPARTMENT OF FINANCIAL INSTITUTIONS	
2	SECURITIES DIVISION	
3	IN THE MATTER OF DETERMINING Whether there has been a violation of the	Order No. S-20-3007-20-CO01
4	Franchise Investment Protection Act of Washington by:	CONSENT ORDER
5	Ringside Development Company	
6	d/b/a Bio-One	
7	Respondent	
8	Pursuant to the Franchise Investment Protection Act of Washington, RCW 19.100, the Securities	
9	Division and Ringside Development Company d/b/a Bio-One do hereby enter into this Consent Order in	
10	settlement of the matters alleged herein. Respondent Ringside Development Company d/b/a Bio-One neither	
11	admits nor denies the Findings of Fact or Conclusions of Law as stated below.	
12	FINDINGS OF FACT	
13	Respondents	
14	1. Ringside Development Company, d/b/a Bio-One Colorado, Inc., d/b/a Bio-One (Bio-One) is	
15	an Arizona corporation formed on May 28, 2010. Bio-One is headquartered in Greenwood Village, Colorado.	
16	Bio-One offers franchises involving crime and trauma scene cleaning services, junk removal, deceased animal	
17	recovery, and other waste removal.	
18	Prior Regulatory Action	
19	2. On November 7, 2018, the California Department of Business Oversight (now known as the	
20	Department of Financial Protection and Innovation) entered into a Consent Order with Ringside Development	
21	Company dba Bio-One, Inc. In the Consent Order, Ringside Development Company admitted that it sold a	
22	franchise in California in 2014 without being properly registered, and it agreed to pay an administrative	
23	penalty of \$2,500.	
	CONSENT ORDER	DEPARTMENT OF FINANCIAL INSTITUTIONS

Nature of the Conduct

Washington Franchises

3. In May 2016, Bio-One sold a franchise to a resident of Washington. Bio-One executed a tenyear Franchise Agreement, which provided a license to operate a franchise using its trademark and system of biomedical waste removal and cleaning and repair services. Under the Franchise Agreement, the Washington 5 6 resident paid a non-refundable initial franchisee fee of \$35,000 and also purchased a Quick Start Pack of equipment for approximately \$33,000. The Washington franchisee was also required to pay a monthly royalty fee of 7% of its gross revenues and a monthly branding fee. Bio-One did not provide the Washington resident 8 9 with a Franchise Disclosure Document (FDD) prior to the sale of the franchise. The Washington franchisee did not receive an exclusive or protected territory as part of the Franchise Agreement. 10

- 4. In November 2016, Bio-One offered all current franchisees the opportunity to rescind their 11 franchise agreement and receive a refund of their initial franchise fee. Bio-One provided the Washington 12 franchisee with a Notice of Right to Rescission and a FDD that was dated November 17, 2016. The 13 14 Washington resident signed the Notice and elected to continue as a franchisee.
- 5. In approximately March 2020, the Washington franchisee sold the Bio-One franchise to 15 another Washington resident. The original Washington franchisee paid a \$10,000 transfer fee to Bio-One. 16 17 The new franchisee received a FDD and executed a new Franchise Agreement with Bio-One.

Website and Social Media

6. In 2020, Bio-One offered information concerning its franchises on its website, 19 20 www.biooneinc.com, which was available to the public, including residents of the state of Washington. The website included testimonials and a phone number that was a described as the Franchise Help Desk. The 21 22 website included a Franchise Overview Video and instructions on how to receive a Franchise Discovery Kit. 23 Bio-One described its industry as "recession proof."

CONSENT ORDER

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7. Bio-One also offered franchises to the public on its social media sites, including Twitter and Facebook. On Twitter, Bio-One described itself as "The World's Only Successful Crime Scene Cleaning 2 Franchise" and posted information regarding franchise opportunities. On Facebook, Bio-One described itself 3 as "The Country's #1 Crime and Trauma Scene Cleaning Franchise" and encouraged interested persons to 4 contact the company and "Open Your Own Franchise Today!" 5

Registration Status

8. Ringside Development Company d/b/a Bio-One is not currently registered to sell its franchises 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 franchises 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 franchises was in violation of RCW 19.100.020 because no registration for such offer or sale is on file with the Washington Securities Administrator.

3. The offer or sale of said franchises was in violation of RCW 19.100.080 because Ringside 17 Development Company d/b/a Bio-One failed to provide franchisees with a franchise disclosure document 18 prior to the sale of the franchise. 19

CONSENT ORDER

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

IT IS AGREED AND ORDERED that Respondent Ringside Development Company d/b/a Bio-One, and its agents and employees shall each cease and desist from offering or selling franchises in violation of

CONSENT ORDER

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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 Respondent Ringside Development Company d/b/a Bio-One, 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 Respondent Ringside Development Company d/b/a Bio-One is shall be liable for and shall pay investigative costs of \$1,000 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 Respondent Ringside Development Company d/b/a Bio-One enters 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, Ringside Development Company d/b/a Bio-One waives its right to a hearing and to judicial review of this matter.

Signed this <u>27th</u> day of <u>October</u>, 2020

19 || Signed by:

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Ringside Development Company

By <u>/s/</u> Jason OBrian President

CONSENT ORDER

SIGNED and ENTERED this <u>29th</u> day of <u>October</u>

, 2020

(Ain)

William M. Beatty Securities Administrator

Approved by:

Suzanne Sarason Chief of Enforcement Presented by:

to the

Robert Kondrat Financial Legal Examiner

CONSENT ORDER