

BEFORE THE  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
DIVISION OF SECURITIES  
STATE OF WISCONSIN

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In the Matter of  
TIMOTHY D. MORALES

PETITION FOR ORDER

Respondent.

File No. S-98292(LX)

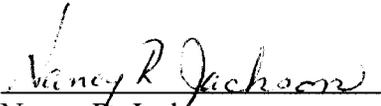
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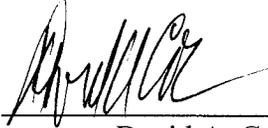
The staffs of the Licensing & Compliance Section and the Enforcement Unit, Registration & Enforcement Section, of the Division of Securities, Department of Financial Institutions, State of Wisconsin have conducted an investigation in this matter pursuant to sec. 551.56, Wis. Stats., and as a result thereof allege as follows:

1. Timothy D. Morales ("Morales") is a licensed securities agent (CRD #1136485) with a last known business address at 209 O'Connor Drive, Elkhorn, Wisconsin 53121;
2. On three separate occasions, Morales borrowed money from one of his broker-dealer's customers without the knowledge of the broker-dealer;
3. Pursuant to DFI-Sec 4.06(2)(a), Wis. Adm. Code, an agent who borrows from his or her employing broker-dealer's customer is deemed to have "taken unfair advantage of a customer" or committed a "dishonest or unethical business practice" which provides a basis, under sec. 551.34(1)(b) for the suspension of an agent's securities agent license;
4. Based on information obtained by the staff, the staff believes that Morales was aware that such borrowing was illegal.

THEREFORE, the staffs of the Licensing and Compliance Section and the Enforcement Unit petition the Administrator to notice a hearing in this matter pursuant to Ch. 551, Wis. Stats.

Dated this 26<sup>th</sup> day of October, 1999.

  
Nancy R. Jackson  
Licensing Examiner  
Licensing & Compliance Section

  
David A. Cohen  
Supervising Attorney  
Enforcement Unit