BEFORE THE ARIZONA STATE
BOARD OF TECHNICAL REGISTRATION

In the Matter of:

Case No.: AL17-010

Simplisafe, Inc.
Non-Registrant Alarm Business

CONSENT AGREEMENT

and

ORDER OF DISCIPLINE

Respondent

In the interest of a prompt and judicious resolution of the above-captioned matter before the Arizona State Board of Technical Registration ("Board") and consistent with the public interest, statutory requirements, and the responsibilities of the Board, and pursuant to A.R.S. § 32-101 et seq., and A.A.C. R4-30-120(G), the undersigned party, Simplisafe, Inc. Non-Registrant, Alarm Business ("Respondent") and the Board enter into the following Recitals, Findings of Fact, Conclusions of Law and Order ("Consent Agreement") as a final disposition of this matter.

RECITALS

1. Respondent has read and understands this Consent Agreement and has had the opportunity to discuss this Consent Agreement with an attorney, or has waived the opportunity to discuss this Consent Agreement with an attorney.

2. Respondent understands that he has a right to a public administrative hearing concerning this case. He further acknowledges that at such formal hearing he could present evidence and cross-examine witnesses. By entering into this Consent Agreement, Respondent knowingly, voluntarily, and irrevocably waives his right to such an administrative hearing, as well as rights of rehearing, review, reconsideration, appeal, judicial review or any other administrative and/or judicial action concerning the matters set forth herein.

3. Respondent affirmatively agrees that this Consent Agreement shall be irrevocable.
4. Respondent understands that this Consent Agreement or any part of the agreement may be considered in any future disciplinary action by the Board against him.

5. The Consent Agreement, any record prepared in this matter, all investigative materials prepared or received by the Board and all related exhibits and materials, are public records (as defined in A.R.S. § 41-158.18) upon acceptance by the Board of this Consent Agreement and may be retained in the Board’s files pertaining to this matter.

6. Respondent understands this Consent Agreement deals with Board case number AL17-010 involving allegations that Respondent Firm engaged in conduct that would subject them to discipline under the Board’s statutes and rules. The investigation into these allegations against Respondent Firm shall be concluded upon the Board’s adoption of this Consent Agreement.

7. Respondent understands that this Consent Agreement does not constitute a dismissal or resolution of any other matters currently pending before the Board, if any, and does not constitute any waiver, express or implied, of the Board’s statutory authority or jurisdiction regarding any other pending or future investigation, action or proceeding.

8. Respondent also understands that acceptance of this Consent Agreement does not preclude any other agency, subdivision, or officer of this State from instituting any other civil or criminal proceedings with respect to the conduct that is the subject of this Consent Agreement.

9. Respondent acknowledges and agrees that, upon signing this Consent Agreement and returning this document to the Board’s Executive Director, he may not revoke his acceptance of the Consent Agreement or make any modifications to the document regardless of whether the Consent Agreement has been signed on behalf of the Board. Any modification to this original document is ineffective and void unless mutually agreed by the parties in writing.

10. This Consent Agreement is subject to the approval of the Board and is effective only when accepted by the Board and signed on behalf of the Board. If the Board does not accept this Consent Agreement, the Board retains its authority to hold a
formal administrative hearing pursuant to A.R.S. § 32-128(E). In the event that the Board does not approve this Consent Agreement, it is withdrawn and shall be of no evidentiary value and shall not be relied upon nor introduced in any action by any party, except that the parties agree that should the Board reject this Consent Agreement and this case proceeds to hearing, Respondent shall assert no claim that the Board was prejudiced by its review and discussion of this document or any records relating thereto.

11. If a court of competent jurisdiction rules that any part of this Consent Agreement is void or otherwise unenforceable, the remainder of the Consent Agreement shall remain in full force and effect.

12. Respondent understands that any violation of this Consent Agreement may result in disciplinary action, including suspension or revocation of the registration under A.R.S. § 32-150.

13. Respondent agrees that the Board will adopt the following Findings of Fact, Conclusions of Law and Order.

**FINDINGS OF FACT**

1. The Board is the duly constituted authority for the regulation and control of the practice of Alarm Business in the state of Arizona.

2. Respondent Alarm Business (Simplisafe Inc.) is not registered with the Board.

3. Board staff received information from the Phoenix Police Department who provided a list of Respondent’s alarm monitoring subscribers indicating that over 1600 alarm customers in Arizona have been paying the Respondent Alarm Business directly for alarm monitoring service. Phoenix Police included documentation indicating that Respondent has been providing alarm monitoring services in the state of Arizona since 2011.

4. Respondent acknowledged that their customers pay them directly for the alarm monitoring service which Respondent then subcontracts to another company.

5. After being contacted by Board staff, Respondent expressed intent to register
Respondent as an Alarm Business and Controlling Person and has since submitted the requisite application to the Board.

**CONCLUSIONS OF LAW**

1. The Board has jurisdiction in this matter pursuant to A.R.S. § 32-101, et seq, including A.R.S. § 32-106.02(A).
2. The conduct alleged in the Findings of fact, constitutes grounds for discipline pursuant to A.R.S. § 32-121, 32-122.05 and 32-141(A) in that Respondent Alarm Business has provided alarm business services to over 1600 subscribers in Arizona without alarm business registration.

**ORDER**

Based on the foregoing Findings of Fact and Conclusions of Law, the Board issues the following Order:

1. ASSURANCE OF DISCONTINUANCE. Respondent Alarm Business shall not engage in the practice, offer to practice or by any implication hold itself out as qualified to practice Alarm Business as defined by A.R.S. § 32-101(B)(4) and shall not display any card, sign or other device that may indicate to the public that it is a registered Alarm Business or is qualified to practice as such in the State of Arizona until such time as the Respondent Alarm Business has been granted registration by the Board or is in full compliance with the Board’s Statutes and Rules.

2. CIVIL PENALTY. Within Ninety (90) days from the effective date of this Consent Agreement, Respondent shall pay a civil penalty of Six Thousand Dollars ($6,000.00) to the Board by cashier’s check or money order made payable to the Arizona State Board of Technical Registration, according to the provisions of A.R.S. § 32-106.02(A).

3. COST OF INVESTIGATION. Within Sixty (60) days from the effective date of this Consent Agreement, Respondent shall pay the cost of investigation of this case to the Board in the amount of Four Hundred and Sixty Dollars ($460.00) by certified check or money order made payable to the State of Arizona Board of Technical Registration,
according to the provisions of A.R.S. § 32-128(H).

4. EFFECTIVE DATE. The effective date of this Consent Agreement is the date the Respondent and Board sign the Consent Agreement. If the dates are different, the effective date is the later of the two dates.

5. COSTS OF COMPLIANCE. Respondent shall pay all costs associated with complying with this Consent Agreement.

ACCEPTED and ORDERED this 24th day of MARCH, 2017.

Jason Madison, Chairman
Arizona State Board of Technical Registration

Consent Agreement and Order, No. AL17-010 accepted this 14th day of March, 2017.

William Deines, on behalf of
Simplisafe Inc., Respondent

ORIGINAL filed this 24 day of MARCH, 2017, with:

Arizona State Board of Technical Registration
1110 W. Washington, Suite 240
Phoenix, AZ 85007

COPY of the foregoing mailed via Certified Mail
No. 2014-09014437 41660 014469 and
First Class mail this 25 day of MARCH, 2017, to:

Simplisafe Inc.
294 Washington St. 9th floor
Boston, MA 02108

By: D. [Signature]