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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

BOB STUMP - Chairman
GARY PIERCE
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Arizona Corporation Commission

DOCKETED

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AZ CORP COMMISSION
DOCKET CONTROL

DOCKETED BY

DOCKET NO. S-20896A-13-0378

In the matter of:

BRIAN C. HAGEMAN, an unmarried man,
DELUGE, INC, a dissolved Delaware corporation,
HYDROTHERM POWER CORPORATION, a
dissolved Delaware corporation,
Respondents.

ORIGINAL

PROCEDURAL ORDER

BY THE COMMISSION:

On November 5, 2013, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing ("Notice") against Brian C. Hageman, Deluge, Inc. ("Deluge") and Hydrotherm Power Corporation ("Hydrotherm") (collectively "Respondents"), in which the Division alleged multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of stock and/or investment contracts.¹

Respondent Hageman was duly served with a copy of the Notice.

On November 12, 2013, Respondent Hageman filed a request for hearing in response to the Notice in this matter pursuant to A.R.S §44-1972 and A.A.C. R14-4-306.

On November 15, 2013, by Procedural Order, a pre-hearing conference was scheduled on December 10, 2013.

On December 10, 2013, at the pre-hearing conference, the Division appeared through counsel and Respondent appeared on his own behalf. Counsel for the Division requested that a hearing be scheduled for approximately one week. Respondent had no objections to this request.

¹ Both Deluge and Hydrotherm are dissolved Delaware corporations.

1 On December 11, 2013, by Procedural Order, a hearing was scheduled to commence on April
2 14, 2014.

3 On March 20, 2014, Respondent Hageman filed a Request for Continuance (“Request”)
4 stating that the “Respondents request a continuance in order to secure legal counsel.”

5 On March 24, 2014, the Division filed a Response to Request for Continuance objecting to
6 Respondent’s Request.

7 IT IS THEREFORE ORDERED that the hearing scheduled to commence on **April 14, 2014,**
8 **at 10:00 a.m.,** at the Commission’s offices, 1200 West Washington Street, Hearing Room No. 1,
9 Phoenix, Arizona is vacated, and a procedural conference will be held at that day and time to discuss
10 Respondent Hageman’s Request.

11 IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized
12 Communications) is in effect and shall remain in effect until the Commission’s Decision in this
13 matter is final and non-appealable.

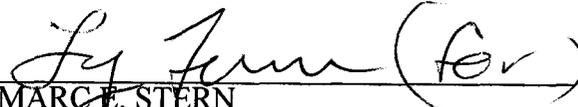
14 IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules
15 of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission
16 *pro hac vice*.

17 IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance
18 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the
19 Rules of the Arizona Supreme Court). Representation before the Commission includes appearances
20 at all hearings and procedural conferences, as well as all Open Meetings for which the matter is
21 scheduled for discussion, unless counsel has previously been granted permission to withdraw by the
22 Administrative Law Judge or the Commission.

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1 IT IS FURTHER ORDERED that the Presiding Administrative Law Judge may rescind, alter,
2 amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by
3 ruling at hearing.

4 DATED this 3rd day of April, 2014.

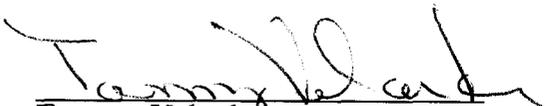
5
6 
7 MARCE. STERN
8 ADMINISTRATIVE LAW JUDGE

9 Copies of the foregoing mailed/delivered
10 this 3rd day of April, 2014 to:

11 Brian Hageman
12 18832 N. 95th Street
13 Scottsdale, AZ 85255

14 Matt Neubert, Director
15 Securities Division
16 ARIZONA CORPORATION COMMISSION
17 1300 West Washington Street
18 Phoenix, AZ 85007

19 COASH & COASH, INC.
20 Court Reporting, Video and
21 Videoconferencing
22 1802 North 7th Street
23 Phoenix, AZ 85006

24 By: 
25 Tammy Velarde
26 Assistant to Marc E. Stern
27
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