# UNITED STATES OF AMERICA Before the SECURITIES AND EXCHANGE COMMISSION

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ADMINISTRATIVE PROCEEDING File No. 3-17104

In the Matter of

BioElectronics Corp., IBEX, LLC, St. John's, LLC, Andrew J. Whelan, Kelly A. Whelan, CPA, and Robert P. Bedwell, CPA,

Respondents.

### DIVISION OF ENFORCEMENT'S MOTION FOR LEAVE TO FILE SUPPLEMENTAL SUBMISSION IN SUPPORT OF DIVISION'S OPPOSITION TO RESPONDENTS' APPELLATE BRIEF TO THE COMMISSION

Pursuant to Rule of Practice 450(a), 17 C.F.R. § 201.450(a), the Division of Enforcement ("Division") respectfully moves for leave to file a short Supplemental Submission in Support of Division's Opposition to Respondents' Brief in Support of Appeal to the Commission (the "Supplemental Submission"), submitted contemporaneously herewith. As grounds therefore, the Division states that:

1. On May 8, 2017, the Division filed its Amended Opposition to Respondents' Brief in Support of Appeal to the Commission ("Amended Opposition"). In Section IV.A of its Amended Opposition, at pages 32 of 35, the Division responded to Respondents' arguments on appeal with regard to disgorgement, and specifically urged the Commission, on pages 33 and 34, to reject Respondents' argument that Section 2462's five-year statute of limitations applies to the

disgorgement sought by the Division in this case and imposed by the Administrative Law Judge ("ALJ") in the Initial Decision.

- 2. On June 5, 2017, approximately one month after the Division submitted the Amended Opposition, the United States Supreme Court issued a decision in Kokesh v. Securities and Exchange Commission, No. 16-529, slip op. (June 5, 2017), in which the Court held that "[t]he 5-year statute of limitations in § 2462 ... applies when the SEC seeks disgorgement." Id. at 9.
- 3. This intervening change in law impacts the arguments previously advanced by the Division to the Commission in the Amended Opposition, as well as the relief deemed appropriate by the ALJ in the Initial Decision.
- 4. Accordingly, the Division respectfully seeks leave to file a brief Supplemental Submission, narrowly tailored to address the impact of *Kokesh* on the appropriate award of disgorgement in this matter. That Supplemental Submission is submitted herewith.
- 5. No date for oral argument has been scheduled in this matter. Accordingly, no prejudice will be caused to Respondents due to the Division's Supplemental Submission and no delay in the Commission's consideration will result.

Dated: June 16, 2017

Respectfully submitted,

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#### **CERTIFICATE OF SERVICE**

I hereby certify that true copies of the foregoing were served on the following, this 16<sup>th</sup> day of June 2017, in the manner indicated below:

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