

STATE OF FLORIDA
OFFICE OF FINANCIAL REGULATION
DIVISION OF FINANCIAL INSTITUTIONS

7/26/07
ML

IN RE:

DAPHNE A. GREEN,
_____ /

Administrative Proceeding No. 0442-B-7/07

EMERGENCY ORDER OF SUSPENSION AND PROHIBITION
WITH NOTICE OF RIGHTS

The State of Florida, Office of Financial Regulation (hereinafter "Office"), gives notice that it, having determined that DAPHNE A. GREEN (hereinafter "GREEN"), a financial institution-affiliated party, has been charged with a felony violation involving fraud, embezzlement, theft, or moral turpitude, files this Emergency Order of Suspension and Prohibition with Notice of Rights (hereinafter "Emergency Order"), pursuant to the provisions of Sections 655.012 and 655.037(6)(b), Florida Statutes (2006), against GREEN, immediately suspending GREEN from serving as a financial institution-affiliated party of Florida State University Credit Union and any other state financial institution, subsidiary, or service corporation, and immediately prohibiting GREEN from participation in any manner in the affairs of Florida State University Credit Union and any other state financial institution, subsidiary, or service corporation.

STATEMENT OF FACTS AND CONCLUSIONS OF LAW

1. Florida State University Credit Union is a Florida state-chartered credit union, charter number 264, with its principal place of business at 2806 Sharer Road, Tallahassee, FL 32318, and thus a financial institution, as that term is defined in Section 655.005(1)(p), Florida Statutes

2. During the period from approximately January 12, 2004 through June 27, 2007, and at all times material hereto, GREEN was an officer, agent, or employee of Florida State University Credit Union. Thus, GREEN is a financial institution-affiliated party, as that term is defined in Section 655.005(1)(i), Florida Statutes.

3. On July 9, 2007, an Information was filed by the State Attorney for the Second Judicial Circuit of the State of Florida in the Circuit Court of the Second Judicial Circuit, in and for Leon County, Florida, in the case styled State of Florida v. DAPHNE A. GREEN, Case No. 07CF02232. The Information charged GREEN with one felony count violation of Section 812.014, Florida Statutes, for second degree grand theft alleging in the count that GREEN “did knowingly obtain, use, or did endeavor to obtain or use, United States currency of the value of twenty thousand dollars (\$20,000.00) or more, the property of Florida State University Credit Union, with the intent to either temporarily or permanently deprive the other person of a right to the money or property, or a benefit therefrom, or to appropriate the property to the defendant’s own use or to the use of any person not entitled thereto.” The count alleges that the violations occurred during the period of July 19, 2005, through and including June 23, 2007. See attached Exhibit 1 which is hereby incorporated by reference as if set forth in its entirety.

4. A violation of Section 812.014, Florida Statutes, for amounts or values of \$20,000 or more, but less than \$100,000, is a felony punishable by a fine of up to \$10,000, imprisonment for up to 15 years, or both.

5. Violations of Section 812.014, Florida Statutes, involve fraud, theft, or moral turpitude.

6. The Office is responsible for the enforcement of the laws governing financial institutions authorized or chartered by the State of Florida, and financial institution-affiliated

parties associated with such institutions, their subsidiaries, and service corporations, including but not limited to officers, employees, and agents, as well as former officers, employees, and agents. §§ 655.001, 655.005(1)(i), (j), (o), (p) and (q), 655.012, 655.037(1), (6)(b), and (8), Fla Stat.

7. GREEN's resignation, termination of employment or participation, or separation from Florida State University Credit Union does not affect the jurisdiction and authority of the Office to issue any notice and to proceed against GREEN as Section 655.037(8), Florida Statutes, specifically states:

The resignation, termination of employment or participation, or separation from a state financial institution, subsidiary, or service corporation of the financial institution-affiliated party does not affect the jurisdiction and authority of the office to issue any notice and proceed under this section against such financial institution-affiliated party, if such notice is served before the end of the 6-year period beginning on the date such person ceases to be such a financial institution-affiliated party with respect to such state financial institution, subsidiary, or service corporation.

8. Section 655.037(6)(b), Florida Statutes, further states, in pertinent part:

Whenever any financial institution-affiliated party is charged with a felony in a state or federal court, or in the courts of any foreign country with which the United States maintains diplomatic relations, and such charge alleges violation of any law involving fraud, currency transaction reporting, money laundering, theft, or moral turpitude and the charge under such foreign law is equivalent to a felony charge under state or federal law, the office may enter an emergency order suspending such financial institution-affiliated party or restricting or prohibiting participation by such financial institution-affiliated party in the affairs of that particular state financial institution, subsidiary, or service corporation or any other financial institution, subsidiary, or service corporation, upon service of the order upon the state financial institution, subsidiary, or service corporation and the financial institution-affiliated party so charged.

9. Although it is unnecessary to find or demonstrate that the reasons for concluding that the procedures employed herein are fair under the circumstances, since this action is in the

context of an emergency suspension and prohibition pursuant to the provisions of Sections 655.031 and 655.037(6)(b), Florida Statutes, the Office nevertheless finds that the procedures used are fair, since the Office has used the very procedures contained within the provisions of Sections 655.031 and 655.037(6)(b), Florida Statutes.

10. The Office concludes, pursuant to Section 655.0321, Florida Statutes, that this Emergency Order shall be a public document, and should GREEN request a post-suspension hearing or appeal this Emergency Order, said hearings and proceedings shall be conducted as public proceedings, and that all documents related to such hearing will be public documents unless subject to a protective order or made confidential pursuant to federal or Florida law.

AGENCY ACTION

11. Based on the foregoing Statement of Facts and Conclusions of Law, it is ORDERED that:

- a. GREEN is hereby IMMEDIATELY suspended from any and all positions she holds at any state financial institution, subsidiary, or service corporation.
- b. GREEN is hereby IMMEDIATELY suspended from serving in the capacity of a financial institution-affiliated party, as the term is defined in Section 655.005(1)(i), Florida Statutes, for any state financial institution, subsidiary, or service corporation.
- c. GREEN is hereby IMMEDIATELY prohibited from serving in the capacity of a financial institution-affiliated party, as the term is defined in Section 655.005(1)(i), Florida Statutes, for any state financial institution, subsidiary, or service corporation.
- d. GREEN is hereby IMMEDIATELY prohibited from participation in any manner in the affairs of any state financial institution, subsidiary, or service corporation. This prohibition includes, but is not limited to, matters of corporate governance and the following prohibitions

regarding stock ownership, transfer, and voting:

(1) GREEN shall not vote any stock she owns or controls in any state financial institution, subsidiary, or service corporation, without the prior written permission of the Office.

(2) GREEN shall not solicit, procure, vote, or attempt to vote any proxy, consent, or authorization with respect to any voting rights in any state financial institution, subsidiary, or service corporation.

(3) GREEN shall not solicit or procure any additional stock in any other state financial institution, subsidiary, or service corporation.

(4) GREEN shall not transfer or attempt to transfer: a) any stock she owns or controls in any state financial institution, subsidiary, or service corporation, without the prior written permission of the Office; or b) any proxy, consent, or authorization with respect to any voting rights in any state financial institution, subsidiary, or service corporation, without the prior written permission of the Office.

e. GREEN is hereby IMMEDIATELY suspended from serving as a consultant or independent contractor for any state financial institution, subsidiary, or service corporation.

f. GREEN is hereby IMMEDIATELY prohibited from serving as a consultant or independent contractor, or other similar position, for any state financial institution, subsidiary, or service corporation, unless, prior to accepting appointment with, and prior to providing any services to, any state financial institution, subsidiary, or service corporation as a consultant or independent contractor, or other similar position:

(1) GREEN provides a copy of this Emergency Order to the chief executive officer of the state financial institution, subsidiary, or service corporation, with which GREEN seeks to serve as a consultant or independent contractor, or other similar position; and

(2) GREEN, and the chief executive officer and the chairman of the board of directors of the state financial institution, subsidiary, or service corporation with which GREEN seeks to serve as a consultant or independent contractor, or other similar position, provides written notification to the Office describing in detail the duties and responsibilities of the services GREEN desires to provide to the state financial institution, subsidiary, or service corporation; and

(3) GREEN is authorized by the Office, at its sole discretion, to accept the appointment with the state financial institution, subsidiary, or service corporation, as a consultant or independent contractor, or other similar position.

g. The Office will only rescind or otherwise modify this Emergency Order upon the issuance of an Office Order finding that GREEN has demonstrated through a post-suspension hearing that her service to or participation in the affairs of any state financial institution, subsidiary, or service corporation does not pose a threat to the interests of the state financial institution's depositors, members, or stockholders, or threaten to impair public confidence in the state financial institution or the financial institution system.

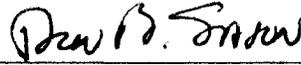
h. This Emergency Order will remain in effect, unless otherwise rescinded or modified by Office Order, until the criminal charges are disposed of.

i. This Emergency Order shall become final if GREEN is convicted or pleads guilty or *nolo contendere* to any felony involving fraud, currency transaction reporting, money laundering, theft, or moral turpitude, whether or not an adjudication of guilt is entered by the Court.

j. This Emergency Order will dissolve in the event of an acquittal, or the final, unappealed dismissal of all charges against GREEN. However, such dissolution does not prohibit the Office from instituting proceedings under Section 655.037(1), Florida

Statutes.

DONE AND ORDERED in Tallahassee, Florida, this 26th day of July, 2007.



Don B. Saxon, Commissioner
Office of Financial Regulation

NOTICE OF RIGHTS

NOTICE IS HEREBY provided that the foregoing Emergency Order is entered pursuant to section 655.037(6)(b), Florida Statutes, and is accordingly effective immediately. GREEN is entitled to seek judicial review pursuant to section 120.68, Florida Statutes. Review proceedings are governed by the Florida Rules of Appellate Procedure, and are commenced by filing the original notice of appeal with the Clerk of the Office of Financial Regulation, Legal Services Office, The Fletcher Building, Suite 526, 200 East Gaines Street, Tallahassee, Florida 32399-0379, and a copy of the notice of appeal, accompanied by the filing fees prescribed by law, with the First District Court of Appeal, 301 Martin Luther King, Jr. Blvd., Tallahassee, Florida 32399, or the District Court of Appeal in the appellate district where the party resides, or as otherwise provided by law. The notice of appeal must be filed within thirty (30) days of rendition of the Emergency Order.

GREEN may also request a post-suspension hearing, to be conducted in accordance with the provisions of sections 120.569 and 120.57, Florida Statutes. Requests for such a post-suspension hearing must comply with the provisions of Rule 28-106.104, Florida Administrative

Code, and must be filed with:

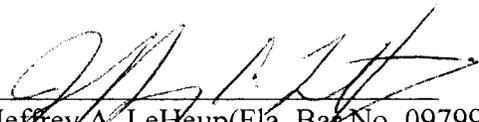
Clerk
Office of Financial Regulation
Legal Services Offices
The Fletcher Building, Suite 526
200 East Gaines Street
Tallahassee, Florida 32399-0379
(850) 410-9896

within twenty-one (21) days after GREEN, or her agent or representative, receives a copy of this Emergency Order. Should GREEN request a post-suspension hearing, she will have the right to be represented by counsel or other qualified representative; to offer testimony, either written or oral; to call and cross-examine witnesses; and to have subpoenas and subpoenas duces tecum issued on GREEN's behalf. Failure to respond within twenty-one (21) days of receipt of this Emergency Order shall be deemed to be a waiver of all rights to a post-suspension hearing, and this Emergency Order shall, without further notice, remain in effect until the criminal charges are disposed of. If GREEN is convicted of or pleads guilty or *nolo contendere* to the charges alleged, regardless of whether an adjudication of guilt is entered by the court, the Emergency Order shall become final.

Note that the acquittal of the financial institution-affiliated party charged, or the final unappealed dismissal of all charges against such person, will dissolve the Emergency Order, but will not prohibit the Office from instituting proceedings under section 655.037(1), Florida Statutes. Pursuant to section 120.573, Florida Statutes, GREEN is advised that mediation is not available.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Emergency Order of Suspension and Prohibition with Notice of Rights has been furnished via certified U.S. Mail, return receipt requested, delivery to addressee only, to Ms. DAPHNE A. GREEN, 140 Hogue Landing Road, Quincy, FL 32351, and via certified U.S. Mail, return receipt requested, to Florida State University Credit Union, through J. Bradley Blake, President, at 431 S. Woodward Street, Tallahassee, FL 32306, this 27th of July, 2007.



Jeffrey A. LeHeup (Fla. Bar No. 0979937)
Assistant General Counsel
Office of Financial Regulation
The Fletcher Building
200 East Gaines Street, Suite 526
Tallahassee, Florida 32399-0379
Tel: (850) 410-9896

IN THE CIRCUIT COURT OF THE SECOND JUDICIAL CIRCUIT, IN AND FOR LEON COUNTY, FLORIDA.

STATE OF FLORIDA

CASE NO. 07CF02232
SPN 192131

vs.

INFORMATION

Daphne A. Green
B/F, 04/13/1981
SSN [REDACTED]

Defendant(s).

INFORMATION FOR:

Count I GRAND THEFT (OVER \$20,000) (F2) (ref. #2787)

IN THE NAME OF AND BY THE AUTHORITY OF THE STATE OF FLORIDA:

WILLIAM N. MEGGS, State Attorney for the Second Judicial Circuit of the State of Florida, charges that in Leon County, Florida, the above-named defendant(s):

COUNT I: Between July 19, 2005 and June 23, 2007, did knowingly obtain, use, or did endeavor to obtain or to use United States currency of the value of \$20,000 or more, the property of Florida State University Credit Union, with the intent to either temporarily or permanently deprive the other person of a right to the property or a benefit therefrom or to appropriate the property to his or her own use or to the use of any person not entitled thereto, contrary to Section 812.014(2)(b), Florida Statutes.

STATE OF FLORIDA
COUNTY OF LEON

WILLIAM N. MEGGS, STATE ATTORNEY
SECOND JUDICIAL CIRCUIT

Neil C. Chamelin

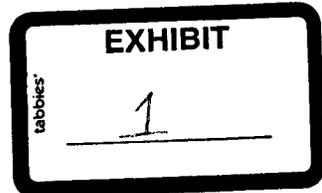
Neil C. Chamelin
Designated Assistant State Attorney

The foregoing instrument was acknowledged before me on July 9, 2007, by Neil C. Chamelin, Designated Assistant State Attorney by William N. Meggs, State Attorney for the Second Judicial Circuit of the State of Florida, who is known to me and did take an oath stating good faith in instituting the prosecution and certifying that testimony was received under oath from the material witness or witnesses for the offense pursuant to F.R.Cr.P. 3.140(g).

Lynn Taylor
NOTARY PUBLIC



Lynn Taylor
Commission # DD560986
Expires June 8, 2010
Bonded Title Firm - Insurance, Inc. #00-268-7018



ARRAIGNMENT JULY 24, 2007 in Courtroom 3C ASA Neil C. Chamelin