DENISE VOIGT CRAWFORD SECURITIES COMMISSIONER

DON A. RASCHKE DEPUTY SECURITIES COMMISSIONER

Mail: P.O. BOX 13167 AUSTIN, TEXAS 78711-3167

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## Texas State Securities Board

208 E. 10th Street, 5th Floor Austin, Texas 78701-2407 www.ssb.state.tx.us JOSE ADAN TREVINO CHAIRMAN

KENNETH W. ANDERSON, JR. MEMBER

JACK D. LADD MEMBER

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MEMBER

IN THE MATTER OF CASH LINK SYSTEMS INC., ALAN LEVINE, JOHN ROBINETTE, LELAND BALBER, AND LAWRENCE I. LANG 9999

Order No. FNF-04-CDO-1563

TO: Cash Link Systems Inc. 10800 Biscayne Blvd. Suite 600 Miami, FL 33161

> Leland Balber 10800 Biscayne Blvd. Suite 600 Miami, FL 33161

Alan Levine 10800 Biscayne Blvd. Suite 600 Miami, FL 33161

Lawrence I. Lang 20428 NE 10th CT. Rd. Miami, FL 33179

#### **AGREED ORDER MODIFYING ENF-04-CDO-1554**

Be it remembered that Cash Link Systems Inc., Alan Levine, Leland Balber and Lawrence I. Lang ("Respondents") appeared before the Securities Commissioner of the State of Texas ("Securities Commissioner") and consented to the entry of this Order and the Findings of Fact and Conclusions of Law contained herein.

#### FINDINGS OF FACT

- 1. Respondents have waived (a) Respondents' right to notice and hearing in this matter; (b) Respondents' right to appear and present evidence in this matter; (c) Respondents' right to appeal this Order; and (d) all other procedural rights granted to Respondents by The Securities Act, TEX. REV. CIV. STAT. ANN. art. 581-1 et seq. (Vernon 1964 & Supp. 2004) ("Texas Securities Act"), and the Administrative Procedure Act, TEX. GOV'T CODE ANN. §2001.001 et seq. (Vernon Supp. 2004) ("Administrative Procedure Act").
- 2. Respondent Cash Link Systems Inc. ("Respondent Cash Link") maintains last known addresses of 10800 Biscayne Blvd., Suite 600, Miami, FL 33161 and 4651 Sheridan Street, Hollywood, FL.
- 3. Respondent Alan Levine maintains last known addresses of 10800 Biscayne Blvd., Suite 600, Miami, FL 33161 and 4651 Sheridan Street, Hollywood, FL.

- 4. Respondent Leland Balber maintains last known addresses of 10800 Biscayne Blvd., Suite 600, Miami, FL 33161 and 4651 Sheridan Street, Hollywood, FL.
- 5. Respondent Lawrence I. Lang maintains a last known address at 20428 NE 10th CT. Rd., Miami, FL 33179.
- 6. Respondents' sales agents offered for sale to Texas residents Automated Teller Machine scrip terminals ("Scrip ATMs") coupled with service contracts ("Cashless ATM Program"). As part of the Cashless ATM Program, prospective investors were offered three S crip ATMs for \$11,685 and a service contract for an additional \$1,000. Prospective investors were told that, after investing \$12,685, they would not receive physical delivery of their Scrip ATMs and would be required to do nothing except receive monthly commission checks. Respondents' sales agents represented that Respondents would locate businesses in which to place the Scrip ATMs; install, service, and maintain the Scrip ATMs; and relocate under-performing Scrip ATMs to other businesses. Respondents' sales agents "conservative" estimate of a return to investors in the Cashless ATM Program, based on an investment of \$12,685, was \$2,100 per month.
- 7. The Cashless ATM Program has not been registered by qualification, notification or coordination with the Securities Commissioner and no permit has been granted, by the Securities Commissioner, for its sale in Texas.
- 8. Respondents Cash Link, Alan Levine, Leland Balber, and Lawerence I. Lang have not been registered with the Securities Commissioner as dealers or agents at any time material hereto.
- 9. Respondents have represented that they have discontinued the above-described service contracts to Texas residents.
- 10. Respondents have represented to the Securities Commissioner that Texas purchasers of Scrip ATMs have received physical delivery of the Scrip ATMs and have not received the above-described service contracts.
- 11. On February 9, 2004, the Securities Commissioner of the State of Texas issued Emergency Cease and Desist Order No. ENF-04-CDO-1554 (the "Emergency Order") against Respondents based on the conduct, events and circumstances identified above. The Emergency Order has continued in force and effect from February 9, 2004, through the date that this Order is entered by the Securities Commissioner.
- 12. By executing this Order and upon entry of this Order by the Securities Commissioner, Respondents agree that their request for a hearing on the Emergency Order is withdrawn and non-appealable and that they will not oppose dismissal of the proceeding from the docket of the State Office of Administrative Hearings.

#### CONCLUSIONS OF LAW

- 1. The above-described Cashless ATM Program offered by agents of Respondents was a "security" as that term is defined by Section 4.A of the Texas Securities Act.
- 2. The offer for sale of the above-described Cashless ATM Program in Texas at a time when the program was not registered with the Securities Commissioner violated Section 7 of the Texas Securities Act.
- 3. The foregoing violation constitutes a basis for the issuance of this Order.

#### <u>ORDER</u>

- 1. It is therefore ORDERED that Emergency Cease and Desist Order No. ENF-04-CDO-1554, is modified by this Order solely as the Emergency Order relates to Respondents herein.
- 2. It is further ORDERED that Respondents are ASSESSED AN ADMINISTRATIVE FINE in the amount of Two Thousand Dollars (\$2,000). Payment shall be made by delivery of a cashier's check to the Securities Commissioner in the amount of Two Thousand Dollars (\$2,000), payable to the State of Texas, contemporaneously with the delivery of this Order.

SIGNED AND ENTERED by the Securities Commissioner this 27th day of may, 2004.

DENISE VOIGT CRAWFORD
Securities Commissioner

RESPONDENTS:

Cash Link Systems Inc.

Printed Name: ALAN LEVINE

Title: PRES.

Alan Levine, individually

Leland Balber, individually

Lawrence I. Lang. individually

# Approved as to Form:

Director

Enforcement Division

**Enforcement Division** 

Christopher Bruno Attorney for Respondents

## **ACKNOWLEDGMENT**

On the 10th day of Mount, 2004, Alan Levine ("Respondent") personally appeared before me, executed the foregoing Order and acknowledged that:

- 1. Respondent read the foregoing Order;
- 2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
- 3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
- 4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.

E. COX

Commission # DD055496

Expires Sep. 9, 2005

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Notary Public in and for The State of Ployida

My commission expires on: 9 9 05

## **ACKNOWLEDGMENT**

On the 10 day of 10 day of

- 1. Respondent read the foregoing Order;
- 2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
- 3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
- 4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.

E. Cox

Commission # DD055496

Expires Sep. 9, 2005

Bonded Thru

Atlantic Bonding Co., Inc.

[affix notary seal here]

Notary Public in and for The State of Florida

My commission expires on: 9 9 05

## **ACKNOWLEDGMENT**

On the 10 day of MW, 2004, Lawrence I. Lang ("Respondent") personally appeared before me, executed the foregoing Order and acknowledged that:

- Respondent read the foregoing Order;
- 2. Respondent has been fully advised of his rights under the Texas Securities Act and the Administrative Procedure Act;
- 3. Respondent knowingly and voluntarily consents to the entry of the foregoing Order and the Findings of Fact and Conclusions of Law contained therein; and,
- 4. Respondent, by consenting to the entry of the foregoing Order, has knowingly and voluntarily waived his rights as set forth therein.

E. COX

Commission # DD055496

Expires Sep. 9, 2005

Bonded Thru

Atlantic Bonding Co., Inc.

[affix notary seal here]

Notary Public in and for The State of Movida

My commission expires on: 9 9 05