

Stipulated Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Name of the Claimant

Case Number: 05-04603

Wachovia Securities, LLC

Name of the Respondent

Hearing Site: Norfolk, Virginia

William Jeffrey Reagan

Nature of the Dispute: Member vs. Associated Person.

REPRESENTATION OF PARTIES

Claimant Wachovia Securities, LLC, hereinafter referred to as "Claimant", was represented by Jonathan E. Levine, Esq., Law Office of Daniel S. Fiore, Arlington, Virginia.

Respondent William Jeffrey Reagan, hereinafter referred to as "Respondent", was represented by Thomas F. Hennessy, Esq., Thomas F. Hennessy, P.C., Norfolk, Virginia.

CASE INFORMATION

Statement of Claim filed on September 1, 2006.

A representative of Claimant executed the Uniform Submission Agreement on July 14, 2005.

Statement of Answer filed by Respondent on December 21, 2005.

Respondent signed the Uniform Submission Agreement on December 21, 2005.

Claimant filed a Motion to Preclude Answer on October 28, 2005.

Respondent filed a Response to Claimant's Motion to Preclude Answer on November 12, 2005.

CASE SUMMARY

Claimant asserted the following causes of action, among others: breach of promissory note and unjust enrichment.

Unless specifically admitted in his Answer, Respondent denied the allegations made in the Statement of Claim and asserted the following defenses, among others: Reagan denied liability on the Promissory Note claiming that the balance of the Promissory Note should have been forgiven pursuant to the terms of the Promissory Note and the Forgivable Loan Disclosure Statement because he suffered a Long-Term Disability.

RELIEF REQUESTED

Claimant in its Statement of Claim requested compensatory damages in the amount of \$ 60,000.00, interest, attorney's fees, costs and such other and further relief as is just and proper.

Respondent in his Statement of Answer requested dismissal of Claimant's Statement of Claim, attorney's fees and costs.

OTHER ISSUES CONSIDERED AND DECIDED

Prior to the hearing, the Parties fully and finally settled all claims by and between them. Therefore, the Parties submit this Stipulated Award to the Panel for its consideration and request that it be entered.

The parties have agreed that the Stipulated Award in this matter may be executed in counterpart copies.

AWARD

Pursuant to the above, the Panel has decided in full and final resolution of the issues submitted for determination as follows:

1. Respondent shall pay Claimant compensatory damages in the principal amount of \$60,000.00;
2. Respondent shall pay Claimant interest on the principal amount at the annual percentage rate of 4.5% from August 17, 2004 until paid in full;
3. Respondent shall pay Claimant \$5,300.00 as reimbursement of its NASD fees;
4. Respondent shall pay any and all court costs and fees incurred by Claimant in connection with confirming this Award in a court of competent jurisdiction; and
5. Respondent shall pay Claimant its attorney's fees in the liquidated amount of \$15,000.00.
6. The parties shall bear their respective costs, including attorneys' fees, except as Fees are specifically addressed below; and
7. Any and all relief not specifically addressed herein, including punitive damages, is denied in its entirety.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee	= \$	1,000.00
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Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firms that employed the associated person(s) at the time of the events giving rise to the dispute. Accordingly, Claimant is a party.

Member surcharge	= \$	1,100.00
Pre-hearing process fee	= \$	750.00
<u>Hearing process fee</u>	<u>= \$</u>	<u>1,700.00</u>
Total Member Fees	= \$	3,550.00

Forum Fees and Assessments

The Panel has assessed forum fees for each session conducted. A session is any meeting between the parties and the arbitrator(s), including a pre-hearing conference with the arbitrator(s), that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing sessions with Panel @ \$ 750.00	= \$	750.00
<u>Pre-hearing conferences: March 13, 2006 1 session</u>		
Total Forum Fees	= \$	750.00

1. The Panel has assessed \$ 375.00 of the forum fees to Claimant.
2. The Panel has assessed \$ 375.00 of the forum fees to Respondent.

FEE SUMMARY

1. Claimant is assessed and shall pay the following fees:

Initial Filing Fee	= \$	1,000.00
Member Fees	= \$	3,550.00
Forum Fees	= \$	375.00
<u>Total Fees</u>	<u>= \$</u>	<u>4,925.00</u>
<u>Less payments</u>	<u>= \$</u>	<u>5,300.00</u>
Refund Due Claimant	= \$	375.00

2. Respondent is assessed and shall pay the following fees:

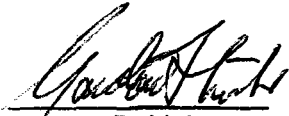
Forum Fees	= \$	375.00
Total Fees	= \$	375.00
Less Payments	= \$	0.00
Balance Due NASD Dispute Resolution	= \$	375.00

All balances are payable to NASD Dispute Resolution and are due upon receipt pursuant to Rule 10330(g) of the Code.

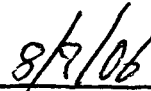
ARBITRATION PANEL

Gordon F. Linke	-	Public Arbitrator, Presiding Chairperson
Donita M. King, Esq.	-	Public Arbitrator, Panelist
Michael E. Mares, CPA	-	Non-Public Arbitrator, Panelist

Concurring Arbitrators' Signatures



Gordon F. Linke
Public Arbitrator, Presiding Chairperson



Signature Date

Donita M. King, Esq.
Public Arbitrator, Panelist

Signature Date

Michael E. Mares, CPA
Non-Public Arbitrator, Panelist

Signature Date



Date of Service (For NASD Dispute Resolution office use only)

Concurring Arbitrators' Signatures

Gordon F. Linke
Public Arbitrator, Presiding Chairperson

Signature Date

Donita M. King, Esq.
Public Arbitrator, Panelist

Donita M. King 8/03/06
Signature Date

Michael E. Mares, CPA
Non-Public Arbitrator, Panelist

Signature Date

September 7, 2006
Date of Service (For NASD Dispute Resolution office use only)


Concurring Arbitrators' Signatures

Gordon F. Linke
Public Arbitrator, Presiding Chairperson

Signature Date

Donita M. King, Esq.
Public Arbitrator, Panelist

Signature Date


Michael E. Mares, CPA
Non-Public Arbitrator, Panelist

8-1-06
Signature Date

September 7, 2006
Date of Service (For NASD Dispute Resolution office use only)