### HARD COPY

# UNITED STATES OF AMERICA Before the SECURITIES AND EXCHANGE COMMISSION

ADMINISTRATIVE PROCEEDING File No. 3-15845

RECEIVED

JUL 1 4 2015

OFFICE OF THE SECRETARY

In the Matter of

JULIANNE CHALMERS

Respondent.

DIVISION OF ENFORCEMENT'S
MOTION TO DISCONTINUE, WITHOUT
PREJUDICE, ADMINISTRATIVE
PROCEEDING BECAUSE RESPONDENT
CANNOT BE LOCATED

The Division of Enforcement seeks to discontinue, without prejudice, the Administrative Proceeding against Respondent Julianne Chalmers because despite diligent efforts, the Division has been unable to serve her with the Order Instituting Proceedings.

### A. Procedural History

On April 17, 2014, the Division brought this proceeding against Chalmers pursuant to Section 15(b) of the Securities Exchange Act of 1934 ("Exchange Act"). The OIP alleges that on April 9, 2014, the District Court in the Middle District of Florida entered a permanent injunction by default against Chalmers ("Permanent Injunction") in the civil action Securities and Exchange Commission v. Julianne Chalmers, et al., (Civil Action Number 13-CV-1747 EAK-TGW (M.D. Fla.)). The Permanent Injunction enjoined Chalmers from further violations of Sections 5(a) and 5(c) of the Securities Act of 1933 and Section 15(a) of the Exchange Act. The Commission obtained the Permanent Injunction by default after an extensive attempt to reach and serve Chalmers. Ultimately, the District Court granted the Commission authorization to serve Chalmers via notice of publication. Details regarding the numerous attempts at serving

Chalmers in the District Court case is outlined in the Division's Motion to Serve Respondent by Alternative Means submitted to the Law Judge on September 23, 2014.

### B. Division's Attempts to Serve Chalmers with the OIP

On April 17, 2014, the Commission issued the OIP. The Commission mailed the OIP via certified mail requesting a return receipt, but there was no response to the service attempt. The OIP was returned as "Unclaimed Unable to Forward". (Copy of return envelope attached as Exhibit A). As a result, Division counsel proceeded to attempt service through a process server. The process server made at least seven attempts to personally serve Chalmers at the address she provided. (Declaration of Non Service attached as Exhibit B). Because the process server could not serve Chalmers, Division counsel hired a private investigation company to locate her. The investigator concluded he could not locate Chalmers. (Declaration of Mabel Martinez of Searchers Investigating Company, LLC attached as Exhibit C).

On August 20, 2014, Division counsel sent an e-mail to Chalmers at her e-mail address attaching the OIP, Order Scheduling Hearing and Designating Presiding Judge, and the three postponement orders. Commission counsel advised Chalmers of the Division's difficulties locating her and asked Chalmers to provide an alternative address or schedule a time to have a process server provide her with the documents. (E-mail attached as Exhibit D). Chalmers did not respond to the e-mail. On September 16, 2014 Division counsel also called Chalmers at her last known phone number, which is no longer a working number.

The Division's staff has continuously searched public databases for any new information on Respondent's whereabouts that may have become available since the Commission issued the OIP. In October 2014 we attempted service on Chalmers at two addresses in California that she was previously associated with. Again, Chalmers could not be located at either of those

addresses. (Return of Non-Service attached as Exhibit E and F.) Later in February 2015, we believed we had located Chalmers. However, after hiring yet another process server and serving a person named Julie Chalmers with the OIP and related documents it was determined that she was not our Respondent. (Affidavit of Attempt/Non Serve attached as Exhibit G). Our continued efforts to located Respondent have failed to reveal any new information pointing toward her present location.

#### C. Request to Discontinue

In the Law Judge's postponement orders dated September 24, 2014, December 10, 2014, and April 9, 2015 it was suggested that we consider moving to discontinue the proceedings if Chalmers cannot be found. Pursuant to the Commission's Rules of Practice, Delegation of Authority to Chief Administrative Law Judge, 17 C.F.R. § 200.30-10(a)(8), the Commission has delegated authority to the Chief Administrative Law Judge "to grant motions of staff counsel to discontinue administrative proceedings as to a particular respondent who has died or cannot be found, or because of a mistake in the identity of a respondent named in the order for proceedings." Here we are requesting that the Chief Administrative Law Judge discontinue the administrative proceeding against Respondent Chalmers due to the fact that she cannot be located. Discontinuance is supported by the Commission's Rules and precedent. See In the Matter of James Patrick Reedy, Admin. Proc. Rulings Release No. 698, 2012 SEC Lexis 942 (C.A.L.J. Mar. 23, 2012) (discontinuance without prejudice ordered by Chief Administrative Law Judge where Respondent could not be found); In the Matter of Richard Cannistraro, Securities Exchange Act of 1934 Release No. 39521, 1998 SEC Lexis 15 (Jan. 1, 1998) (the Commission affirmed dismissal without prejudice where Respondent could not be found).

#### D. Conclusion

For the foregoing reasons, the Division requests that the proceedings against Respondent Chalmers be discontinued without prejudice. In the event we located the Respondent, we will seek to reactivate the administrative proceeding.

Respectfully submitted,

Christine Nestor

Senior Trial Counsel

Direct Line: (305) 982-6367 E-mail:nestorc@sec.gov

DIVISION OF ENFORCEMENT SECURITIES AND EXCHANGE COMMISSION 801 Brickell Avenue, Suite 1800

Miami, FL 33131

Phone: (305) 982-6300 Fax: (305) 536-4154

#### CERTIFICATE OF SERVICE

I hereby certify that an original and three copies of the foregoing were filed with the Securities and Exchange Commission, Office of the Secretary, 100 F Street, N.E., Washington, D.C. 20549-9303, and that a true and correct copy of the foregoing has been served this day of July, 2015 on the following persons entitled to notice as follows:

Carol Fox Foelak Administrative Law Judge Securities and Exchange Commission 100 F Street, N.E. Washington, DC 20549-2557 Service via E-mail

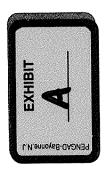
Brenda P. Murray Chief Administrative Law Judge Administrative Law Judge Securities and Exchange Commission 100 F Street, N.E. Washington, DC 20549-2557 Service via E-mail

### Julianne Chalmers

Service via E-mail at U.S. Mail and

Christine Nestor

# **EXHIBIT A**



UNITED STATES SECURITIES AND EXCHANGE COMMISSION
MAIL STOP (100)
WASHINGTON, D.C. 20549

OFFICIAL BUSINESS

RETURN RECEIPT REQUESTED



7012 1640 0000 8953 2679



02 1A \$ 06.690 B 000 4361 415 APR 18 2014 MAILED FROM ZIPCODE 20001 AJC

Ms Julianne Chalmers

3- 15845

318 - 2E 1085

RETURN TO SENDER UNCLAIMED UNABLE TO FORWARD

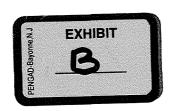
BC: 20549 lubillimbhahallaballad

# **EXHIBIT B**

Attorney or Party without Attorney: Securities and Exchange Commission 801 Brickell Ave. #1800 Miami, FL 33131	For Court Use Only				
Telephone No: 305-982-6300 Attorney for:	ſ	Ref. No or File No.:			
Insert name of Court, and Judicial District and Branch Court: United States Of AmeriCA Before The Securities And Exchange Commission Applicant: In the Matter of : Julianne Chalmers					
DECLARATION OF NON SERVICE	Hearing Date:	Time:	Dupt/Div:	Case Number: 3-15845	

- I, SEAN DACEY, and any employee or independent contractors retained by BOSCO LEGAL SERVICES, INC. are and were on the dates mentioned herein over the age of eighteen years and not a party to this action. Personal service was attempted on Julianne Chalmers as follows:
- 2. Documents: ORDER; INSTITUTING ADMINISTRATIVE PROCEEDINGS ADMINISTRATIVE PROCEEDINGS
  PURSUANT TO SECTION 15(b) OF THE SECURITIES EXCHANGE ACT OF 1934 AND NOTICE OF
  THE HEARING; ORDER SCHEDULING HEARING AND DESIGNATING PRESIDING JUDGE;
  POSTPONEMENT ORDER.

Day	Date	Time	Location	Results
Fri	06/06/14	7:45pm	Home	Attempted service, no answer at the door. Attempt made by: SEAN DACEY.  Attempt at:
Sat	06/07/14	9:30anı	Home	Attempted service, no answer at the door. Attempt made by: SEAN DACEY, Registration #1291 San Bernardino County. Attempt at:
Sun	06/08/14	3:45pm	Home	Attempted service, no answer at the door. No activity. Attempt made by: SEAN DACEY. Attempt at:
Mon	06/09/14	6:45am	Home	Attempted service, no answer at the door. No activity. Attempt made by: SEAN DACEY. Attempt at:
Tue	06/10/14	4:30pm	Home	Attempted service, no answer at the door. No changes. Attempt made by: SEAN DACEY. Attempt at:
Wed	06/11/14	б:40pm	Home	Attempted service, no answer at the door. The lights were on inside and I could see that the trash can was full. Attempt made by: SEAN DACEY. Attempt at:



Page Number 1

11 Date: Wed, Jun. 18, 2014

**DECLARATION OF NON SERVICE** 

securiti.158030

živil.

Attorney or Party without Attorney:				For Court Use Only
Securities and Exchange Commission				
801 Brickell Ave. #1800				
Miami, FL 33131				
Telephone No: 305-982-6300				
		Ref. No or File No.:		
Attorney for:				
Insert name of Court, and Judicial District and L	Branch Court:			
United States Of AmeriCA Before The				
Applicant: In the Matter of				7
: Julianne Chalmers				
DECLARATION OF NON	Hearing Date:	Time:	Dept/Div:	Case Number:
SERVICE				3-15845

Day	Date	Time	Location	Results
Thu	06/12/14	7:35am	Home	Attempted service, no answer at the door. The trash can was empty now. Attempt made by: SEAN DACEY, Registration #1291 San Bernardino County. Attempt at:
Thu	06/12/14	12:00pm		I spoke with Ilonka (SEC), per her request, close out and provide a declaration.  Attempt made by: MARIA SANDOVAL.
Thu	06/12/14	4:00pm	Home	Returned Not Served on: Julianne Chalmers Home -

Person Executing
 a. SEAN DACEY
 b. BOSCO LEGAL SERVICES, INC.
 9455 Magnolia Avenue
 Riverside, CA 92503
 c. (951) 353-8281, FAX (951) 353-8286

Recoverable Costs Per CCP 1033.5(a)(4)(B)

d. The Fee for service was: \$85.00

e. I am: (3) registered California process server

(i) Owner

(ii), Registration No.:

1291

(iii) County:

San Bernardino

4. I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date: Wed, Jun. 18, 2014

Page Number 2

**DECLARATION OF NON SERVICE** 

(SEAN DACEY)

securiti.158030

**\***v...

# **EXHIBIT C**

I, Mabel Martinez declare:

- 1. That I am now, and at all times herein mentioned was, an employee of Searchers Investigating Company, LLC a Nevada Limited Liability Company duly licensed in the State of California whose California State license number is A-5152.
- 2. I am over the age of 18 years, and am not a party to, nor do I have a proprietary interest in this matter.
- 3. The Government Agency of Securities and Exchange Commission referred the above matter to Searchers Investigating Company, LLC for the purpose of locating and serving Julianne H. Chalmers with the following documents:
- 1. Order Instituting Administrative Proceedings Pursuant to Section 15(b) of The Securities Exchange Act of 1934 and Notice of Hearing
- 2. Entry of an Injunction Against Chalmers

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3. Copy of a Certified Letter addressed to Julianne Chalmers from Jill M. Peterson, Assistant Secretary for the United States Securities and Exchange Commission

4. A Postponement Order

The only information supplied by the Securities and Exchange Commission was 5. that Julianne Chalmers was living with her son,

In order to effectuate the assignment between the dates of June 25, 2014 and July 1, 2014, the declarant performed the following pursuant to Section 415.C.C.P.50. Public records were checked, including the Assessor's Records for the State of California, data bases which are a composite of various telephone directories and all the information developed failed to provide a current location.

Declarant was dispatched to the residential address; the house was empty and appeared to be abandoned. A canvass of the block developed the following information.

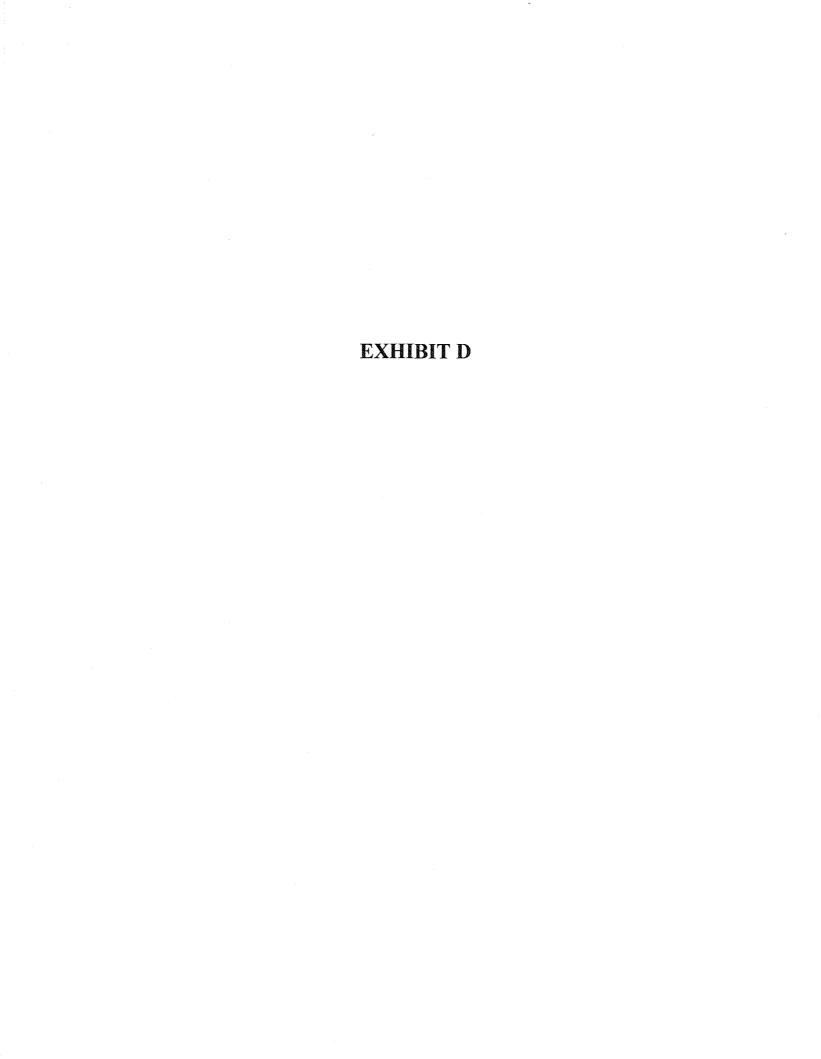
1. Declarant was informed by the neighbors that

The neighbors advised that to the best of their knowledge there was no woman described as approximately 66 years of age living at that address.

- Declarant then ran two data bases utilizing the name of Julianne Chalmers and located five (5) additional addresses. A check of each of these addresses failed to reveal that Julianne Chalmers was not in residence at any of these addresses.
- Declarant ran a search with the California Department of Motor Vehicles in the name of Julianne Chalmers; all information developed failed to provide a current address for this individual.
- The Declarant knows of no relative or friend of Julianne Chalmers; could not locate any employer, union, vocation, or business, requiring a license for Julianne Chalmers. After a Due Diligent search, Declarant has been unable to locate the current whereabouts of Julianne Chalmers.

I declare, under penalty of perjury, that I have read the above and it is true and correct to the best of my knowledge. Executed on this \_\_\_\_12<sup>th</sup> July \_\_\_\_\_, 2014 at \_\_\_\_ day of \_\_\_ Rancho Mirage, California. Mabel Martinez

-3-





PENGAD: Bayonne, N.J.

From:

Nestor, Christine

Sent:

Wednesday, August 20, 2014 3:58 PM

To: Cc:

Almonte, Ilonka M. (Almontel@SEC.GOV)

Subject:

In the Matter of Julianne Chalmers

Attachments:

OIP Chalmers AP File no 3-15845 4-17-14.pdf; Order Scheduling Hearing.pdf;

Postponement order.pdf; Postponement Order of 6-16-14.pdf; Postponement Hearing

of July 14.pdf

Tracking:

Recipient

Delivery

Read

Almonte, Ilonka M. (Almontel@SEC.GOV)

Delivered: 8/20/2014 3:58 PM

Read: 8/20/2014 4:10 PM

Dear Ms. Chalmers:

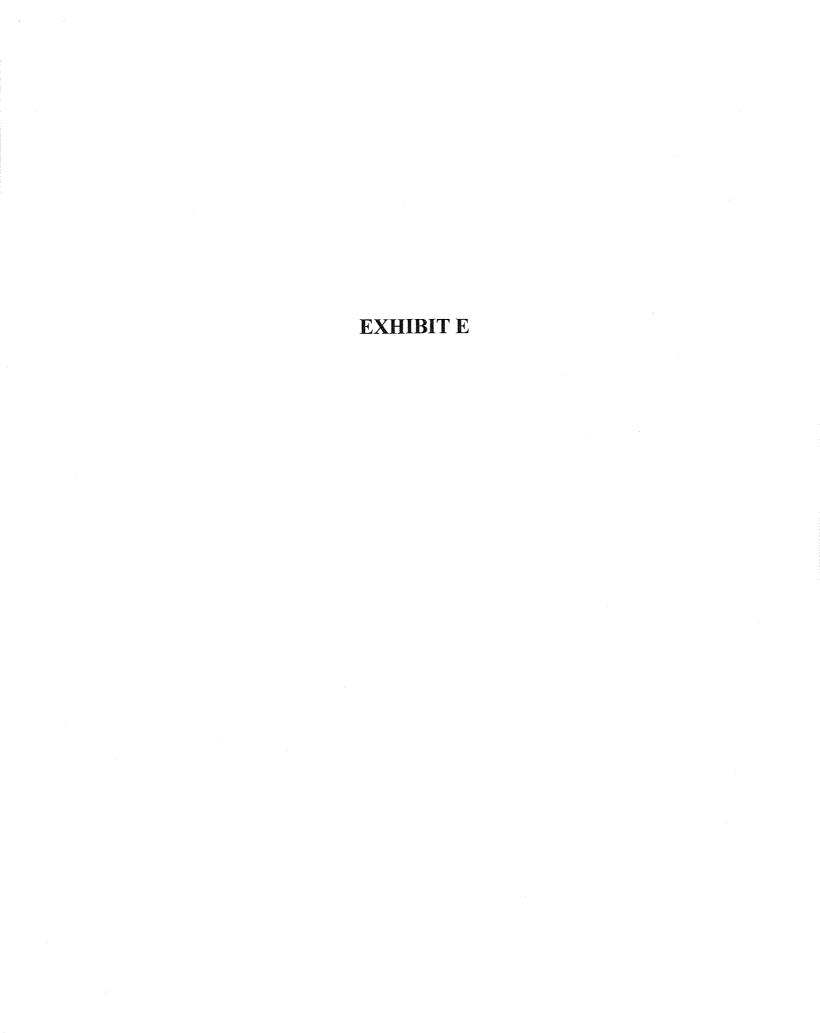
Attached are the following documents:

- Order Instituting Administrative Proceedings Pursuant to Section 15(b) of the Securities Exchange Act of 1934
   and Notice of Hearing
- Order Scheduling Hearing and Designating Presiding Judge
- Three Postponement Orders

We have tried to serve you with the Order Instituting Administrative Proceedings at your last known home address but each attempt has failed as no one answers the door. Please provide us with an alternative address where we can serve you with the papers, or let me know when we can schedule a time to have a process server meet you and provide you with the documents. I hope to hear from you soon. Thank you.

#### **Christine Nestor**

Senior Trial Counsel Miami Regional Office United States Securities and Exchange Commission 801 Brickell Avenue, Suite 1800 Miami, FL 33131 305-982-6367 (direct dial) 305-536-4154 (facsimile)



### RETURN OF NON-SERVICE

State of

County of

Court

Case Number: ADMINISTRATIVE PROCEEDING, FILE NO. 3-15

In the Matter of:
Julianne Chalmers
Julianne Chalmers

For: Christine Nestor Division of Enforcement



Received by Securities and Exchange Commission, Administrative Proceeding to be served on Julianne Chalmers,

I, Bob Shultz, do hereby affirm that on the 23rd day of October, 2014 at 6:00 pm, I:

NON-SERVED the Order Instituting Administrative Proceedings Pursuant to Section 15(b) of the Securities Exchange Act of 1934 and Notice of Hearing, Letter to Ms. Chalmers, Order Scheduling Hearing and Designating Presiding Judge, and Postponement Order for the reason that I failed to find Julianne Chalmers or any information to allow further search. Read the comments below for further details.

Additional Information pertaining to this Service: 10/17/2014 7:00 pm Attempted Service. . No answer at 10/18/2014 12:27 pm Attempted Service. No answer at residence. 10/21/2014 5:45 pm Attempted Service. No answer at 10/22/2014 9:35 pm Attempted Service. No answer at residence, lights are off and no noises inside. 10/23/2014 6:30 am Attempted Service. No answer at residence, no cars infront or driveway of residence. Unable to verified if this is a good address. 10/23/2014 6:00 pm Attempted Service. Spoke with current resident of 9 months, Defendant is unknown.

I certify that I am over the age of 18 and have no interest in the above action.

Bob Shultz 2407

Securities and Exchange Commission, Administrative Proceeding 801 Brickell Avenue, Suite 1800

Miami, FL 33131

Our Job Serial Number: ONC-2014002995 Ref: 124271

# **EXHIBIT F**

### **RETURN OF NON-SERVICE**

State of D.C.

County of

Court

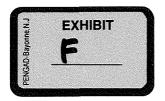
Case Number: 3-15845

SUBJECT PERSONALLY.

Plaintiff:

In the Matter of JULIANNE CHALMERS

Securities and Exchange Commission 801 Brickell Avenue, Suite 1800 Miami, FL 33131



Received by Ruben's Attorney Service on the 29th day of October, 2014 at 11:31 am to be served on Julianne Chalmers,

I, RUBEN TORRES, do hereby affirm that on the 30th day of October, 2014 at 11:00 am, I:

NON-SERVED the Postponement Order 9.24.2014; Postponement Order 5.5.2014; Postponement Order of 6.16.2014; Order Scheduling Hearing 4.18.2014; Postponement Hearing of July 14, 2014; OIP Chalmers AP File No. 3-15845 4.17.2014 for the reason that I failed to find Julianne Chalmers or any information to allow further search. Read the comments below for further details.

Additional Information pertaining to this Service:

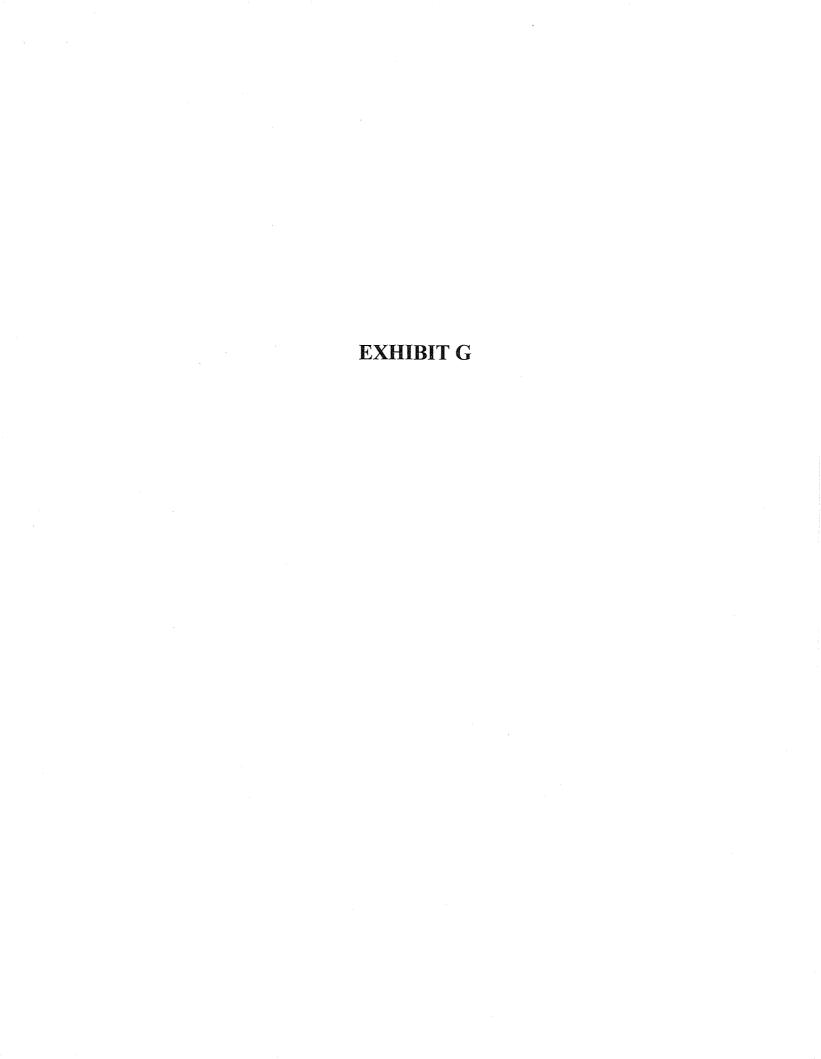
10/30/2014 11:00 am Attempted Service. SPOKE WITH HISPANIC MALE

WE ASKED HISPANIC MALE IF CHALMERS LIVED THERE AND ALSO IF HE KNEW HER. THERE IS NO FURTHER INFORMATION TO SERVE

I certify that I am over the age of 18, have no interest in the above action, and am a Certified Process Server, in good standing, in the judicial circuit in which the process was served.

RUBEN TØRRES 318 Exp. 2.27.2016

Ruben's Attorney Service 1775 E. Palm Canyon Drive #110-159 Palm Springs, CA 92264 (760) 218-0088 Our Job Serial Number: RBN-2014000420 Ref: AP File No. 3-15845 Service Fee: \$90.00





United States of America

### AFFIDAVIT OF ATTEMPT/ NON SERVE

In the Matter of Julianne Chalmers

AP File No. 3-15845

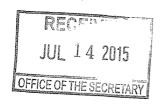
I, Brenda Paradise, being first duly sworn, depose and say that I am and at all time hereinafter mentioned, was a competent person over the age of 21 years and not a party to or an attorney in the cause.

I, Brenda Paradise, do attest to the fact that: the below location is the defendant's usual place of business or usual place of abode or other place where the defendant can probably be found:

Securities and Exchange Commission

Scheduling He	earing, Postponer	ived a Postponement Order date nent Hearing, Order Instituting of 1934 and Notice of Hearing	Administrative	Proceedings Pur	suant to Section	
Results: 2/23/2015	8:30 PM	the documents. Julie	stated she is no Chalmers	d to a woman who ot Julianne Chalm	ers as described	in
I declare under	penalty of perju	ry that the foregoing is true and	l correct.		······································	<del></del>
Executed this	2) day of N	20 <u>/5</u> in Harris Co. 7 SCH# 7953 E	*	arris, County, TX		
Signature of Se	erver ===	A CONTRACTOR OF THE PROPERTY O		•		
		in and for Harris Co. Texas, pe bscribed to the within instrume				e to
March 2	2015 Le	Date: _Notary Public for Harris Co T	X.	Service Fee: _	Per Sm	v191 Q
	KHANG LE MY COMMISSION EXI February 11 201					





### Miami Regional Office

DATE:

July 13, 2015

TO:

OFFICE OF THE SECRETARY

Elizabeth Murphy, Secretary

FROM:

Christine Nestor, Esq.

By: Ilonka Almonte, Paralegal

RE:

In the Matter of Julianne Chalmers

Adm. Proceeding No. 3-15845

Enclosed please find the original and three copies of the Division of Enforcement's Motion to Discontinue, Without Prejudice, Administrative Proceeding because Respondent Cannot be Located for filing in the above referenced Administrative Proceeding.

Thank you.