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BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

COMMISSIONERS

DOCKETED

FEB - 6 2013

BOB STUMP, Chairman  
GARY PIERCE  
BRENDA BURNS  
BOB BURNS  
SUSAN BITTER SMITH

DOCKETED BY NR

In the matter of:

TRI-CORE COMPANIES, LLC, an Arizona limited liability company,

TRI-CORE MEXICO LAND DEVELOPMENT, LLC, an Arizona limited liability company,

TRI-CORE BUSINESS DEVELOPMENT, LLC, an Arizona limited liability company,

ERC COMPACTORS, LLC, an Arizona limited liability company,

ERC INVESTMENTS, LLC, an Arizona limited liability company,

C&D CONSTRUCTION SERVICES, INC., a Nevada corporation;

PANGAEA INVESTMENT GROUP, LLC, an Arizona limited liability company, d/b/a Arizona Investment Center,

JASON TODD MOGLER, an Arizona resident,

BRIAN N. BUCKLEY and CHERYL BARRETT BUCKLEY, husband and wife,

CASIMER POLANCHEK, an Arizona resident,

NICOLE KORDOSKY, an Arizona resident,

Respondents.

DOCKET NO. S-20867A-12-0459

DECISION NO. 73666

**ORDER TO CEASE AND DESIST, ORDER FOR RESTITUTION AND ORDER FOR ADMINISTRATIVE PENALTIES**

**RE: PANGAEA INVESTMENT GROUP, LLC**

On November 8, 2012, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing regarding a Proposed

1 Order to Cease and Desist, For Restitution, For Administrative Penalties and Order for Other  
2 Affirmative Action (“Notice”) against TRI-CORE COMPANIES, LLC (“Tri-Core”), TRI-CORE  
3 MEXICO LAND DEVELOPMENT, LLC (“Tri-Core Mexico”), TRI-CORE BUSINESS  
4 DEVELOPMENT, LLC (“Tri-Core BD”), ERC COMPACTORS, LLC (“ERC Compactors”), ERC  
5 INVESTMENTS, LLC (“ERC Investments”), C&D CONSTRUCTION SERVICES, INC.  
6 (“C&D”), PANGAEA INVESTMENT GROUP, LLC (“Pangaea”) d/b/a Arizona Investment  
7 Center (collectively “AIC”, “Pangaea” or “AIC/Pangaea”), JASON TODD MOGLER (“Mogler”),  
8 BRIAN N. BUCKLEY (“Buckley”) and CHERYL BARRETT BUCKLEY (“Buckley Spouse”),  
9 CASIMER POLANCHEK (“Polanchek”), and NICOLE KORDOSKY (“Kordosky”).

10 On November 17, 2012, the Division served the Notice upon AIC/Pangaea via certified  
11 mail to its registered agent for service of process, Alpha Legal Forms & More, pursuant to A.A.C.  
12 R14-4-303(E)(3). As of the date of this filing, no request for a hearing or Answer has been filed by  
13 AIC/Pangaea.

## 14 I.

### 15 FINDINGS OF FACT

16 1. TRI-CORE COMPANIES, LLC (“Tri-Core”), has been at all relevant times a  
17 limited liability company organized under the laws of the state of Arizona in August 2007. At all  
18 relevant times, Tri-Core’s business office was located at 8840 E. Chaparral Rd., #150, Scottsdale,  
19 Arizona. As of October 2007, Tri-Core was a manager-managed LLC. Tri-Core has not been  
20 registered by the Commission as a securities salesman or dealer.

21 2. ERC COMPACTORS, LLC (“ERC Compactors”), has been at all relevant times a  
22 limited liability company organized under the laws of the state of Arizona in August 2011. At all  
23 relevant times, ERC Compactor’s business office was located at 8800 E. Chaparral Rd., #270,  
24 Scottsdale, Arizona. At all relevant times, ERC Compactors has been a manager-managed LLC.  
25 ERC Compactors has not been registered by the Commission as a securities salesman or dealer.

1           3.       ERC INVESTMENTS, LLC (“ERC Investments”), has been at all relevant times a  
2 limited liability company organized under the laws of the state of Arizona in April 2011. At all  
3 relevant times, ERC Investment’s business office was located at 8800 E. Chaparral Rd., #270,  
4 Scottsdale, Arizona. ERC Investments has not been registered by the Commission as a securities  
5 salesman or dealer.

6           4.       PANGAEA INVESTMENT GROUP, LLC (“Pangaea”), has been at all relevant  
7 times a limited liability company organized under the laws of the state of Arizona in August 2009.  
8 Since December 2009, Pangaea has been the registered with the Arizona Secretary of State as the  
9 owner of the trade name “Arizona Investment Center” (“AIC”) and has been doing business under  
10 that name. Pangaea and AIC have not been registered by the Commission as a securities salesman  
11 or dealer. Hereafter, Pangaea is collectively referenced with AIC as “AIC” or “AIC/Pangaea”.

12           5.       JASON TODD MOGLER (“Mogler”), has been at all relevant times a resident of  
13 the state of Arizona. At all relevant times, Mogler has been the manager of Tri-Core, Tri-Core BD,  
14 ERC Compactors, and ERC Investments. Mogler has not been registered by the Commission as a  
15 securities salesman or dealer.

16           6.       BRIAN BUCKLEY (“Buckley”), has been at all relevant times a married man and  
17 resident of the state of Arizona. Buckley has not been registered by the Commission as a securities  
18 salesman or dealer.

19           7.       CASIMER POLANCHEK (“Polanchek”), has been at all relevant times a resident  
20 of the state of Arizona. At all relevant times, Polanchek has been the manager of AIC. Polanchek  
21 has not been registered by the Commission as a securities salesman or dealer.

22           8.       NICOLE KORDOSKY (“Kordosky”), has been at all relevant times a resident of  
23 the state of Arizona. Kordosky has not been registered by the Commission as a securities salesman  
24 or dealer.



1 notes for \$10,000.00 per note, with a total offering of \$4,500,000.00. The 3/1/08 PPM represented  
2 to offerees a 60% annual rate of return, compounded annually, with a maturity date for payment of  
3 both interest and principal 24 months from the date of commencement of each note.

4 18. Investors were issued promissory notes containing the same terms with respect to  
5 interest and maturity date.

6 19. In the 3/1/08 TCC PPM, Tri-Core represented that it was in the business of  
7 construction management, land acquisition and development, and specialized in beach front  
8 properties along the coast of the upper Sonoran coastline in Sonora, Mexico.

9 20. The 3/1/08 TCC PPM stated that the proceeds of the promissory notes would be  
10 used to purchase and develop a water front parcel in San Luis Rio Colorado, Sonora, Mexico. The  
11 business plan submitted to offerees with the investment documents identified the parcel of land as  
12 Lot 47 – Relaxante, 26.75 acres of beach front land in El Golfo (“Tri-Core March 2008  
13 Investment”).

14 21. The subscription agreement for the Tri-Core March 2008 Investment instructed  
15 offerees to send the subscription documents to Tri-Core at 8800 E. Chaparral Rd., #150, Scottsdale,  
16 Arizona. The promissory notes issued provide the same address for Tri-Core.

17 22. The 3/1/08 TCC PPM for the Tri-Core March 2008 Investment provided that “All  
18 decisions with respect to the management of the Company will be made by the Principal Managers  
19 of the LLC” and “Note Holders do not have the right or power to take part in the management of  
20 the Company.” The 3/1/08 TCC PPM further stated, “Note Holders will not have any voting rights  
21 in the Company.”

22 23. The subscription agreements and promissory notes for the Tri-Core March 2008  
23 Investment were signed by Mogler as President of Tri-Core.



1           34.     At all relevant times, offerees were provided with a private placement memorandum  
2 dated June 1, 2010 ("6/1/10 TCC PPM"). The 6/1/10 TCC PPM offered offerees promissory notes  
3 for \$10,000.00 per note, with a total offering of \$5,000,000.00. The 6/1/10 PPM represented to  
4 offerees a 40% annual rate of return, compounded annually, with a maturity date for payment of  
5 both interest and principal 24 months from the date of commencement of each note.

6           35.     Investors were issued promissory notes containing the same terms with respect to  
7 interest and maturity date.

8           36.     In the 6/1/10 TCC PPM, Tri-Core represented that it was in the business of  
9 construction management, land acquisition and development, and specialized in properties across  
10 the upper Sonoran coastline of Sonora, Mexico.

11          37.     The 6/1/10 TCC PPM stated that the proceeds of the promissory notes would be  
12 used to purchase and hold for appreciation parcels of land along the Sonoran Coast of Mexico  
13 ("Tri-Core June 2010 Investment").

14          38.     Offerees were also provided with a subscription agreement and a business plan for  
15 the Tri-Core June 2010 Investment.

16          39.     The subscription agreement for the Tri-Core June 2010 Investment instructed  
17 offerees to send the subscription documents to Tri-Core at 8800 E. Chaparral Rd., #270, Scottsdale,  
18 Arizona. The promissory notes issued provide the same address for Tri-Core. .

19          40.     The 6/1/10 TCC PPM for the Tri-Core June 2010 Investment provided, "All  
20 decisions with respect to the management of the Company will be made by the Principal Managers  
21 of the LLC" and "Note Holders do not have the right or power to take part in the management of  
22 the Company." The 6/1/10 TCC PPM further stated, "Note Holders will not have any voting rights  
23 in the Company."

24          41.     The subscription agreements and promissory notes for the Tri-Core June 2010  
25 Investment were signed by Mogler as President of Tri-Core.



1           51. Investors were issued promissory notes by ERC Compactors containing the same  
2 terms with respect to interest and maturity date.

3           52. Despite the fact that the promissory notes were issued by ERC Compactors, the only  
4 business plan referenced in the 8/8/11 ERC PPM or provided to offerees was for “ERC of Nevada  
5 LLC”.

6           53. At all relevant times, ERC Compactors offered offerees an investment in ERC  
7 Compactors which involved a “Las Vegas flagship material recovery facility” that would provide  
8 “closed-loop” system recycling, specifically cardboard recycling at commercial properties. The  
9 offering proceeds were to be used to purchase compactors/equipment. (“hereafter “ERC  
10 Compactors Investment”).

11           54. The 8/8/11 ERC PPM provides that note holders have no rights in the management  
12 of ERC Compactors, and that “[a]ll decisions with respect to the management of the Company  
13 [ERC Compactors] will be made exclusively by the Managers of the LLC.”

14           55. The subscription agreements and promissory notes for the ERC Compactors  
15 Investment were signed by Mogler as President of ERC Compactors.

16           56. The business plan provided to offerees for the ERC Compactors Investment  
17 contained contact information for Buckley at AIC. The business plan provided the AIC’s website  
18 and www.tricoreworld.com.

19           57. Although the 8/8/11 ERC PPM and promissory notes state that the promissory notes  
20 “are” or “will be secured” by the “equipment/compactors purchased”, the equipment/compactors  
21 that form the security is not identified. Investors were provided with no information in the 8/8/11  
22 ERC PPM to determine if there was adequate security for their investment. ERC Compactors has  
23 never provided investors any mechanism to securitize their notes with any collateral.

24           58. The ERC Compactors Investment was publicly advertised by AIC, by radio  
25 broadcast, and by seminars sponsored by AIC and presented by Buckley.





1           2.     AIC/Pangaea offered or sold securities within or from Arizona, within the meaning  
2 of A.R.S. §§ 44-1801(15), 44-1801(21), and 44-1801(26).

3           3.     The securities referred to above were not registered pursuant to Articles 6 or 7 of the  
4 Securities Act.

5           4.     AIC/Pangaea violated A.R.S. § 44-1841 by offering or selling securities that were  
6 neither registered nor exempt from registration.

7           5.     AIC/Pangaea violated A.R.S. § 44-1842 by offering or selling securities while  
8 neither registered as a dealer or salesman nor exempt from registration.

9           6.     AIC/Pangaea violated A.R.S. § 44-1991 by (a) employing a device, scheme, or  
10 artifice to defraud, (b) making untrue statements or misleading omissions of material facts, or (c)  
11 engaging in transactions, practices, or courses of business that operate or would operate as a fraud  
12 or deceit by the following:

- 13                   a. With respect to the Tri-Core March 2008 Investment, representing that the  
14 alternative investments in Mexico land were “safe” because they are secured;
- 15                   b. With respect to the Tri-Core March 2008 Investment, representing that investor’s  
16 investments would be secured by property in Mexico, but failing to provide  
17 investors with a deed of trust or other mechanism to securitize their notes;
- 18                   c. With respect to the Tri-Core March 2008 Investment, representing the Mexican  
19 property purchased, Lot 47, would be owned by Tri-Core, but failing to purchase  
20 the land under the company name;
- 21                   d. With respect to the Tri-Core March 2008 Investment, representing in the 3/1/08  
22 TCC PPM that the Tri-Core March 2008 Investment may be sold by “registered  
23 brokers or dealers who are members of the NASD and who enter into a  
24 Participating Dealer Agreement with the Company”, and “qualified licensed  
25 personnel, pursuant to State and Federal security rules and regulations”, and that  
26

1 those individuals could receive commissions “up to” 10% of the price of the notes  
2 sold, when the Tri-Core March 2008 Investment was sold by individuals and  
3 entities that did not meet these criteria;

4 e. With respect to the Tri-Core June 2010 Investment, representing that the  
5 alternative investments in Mexico land were “safe” because they are secured;

6 f. With respect to the Tri-Core June 2010 Investment, representing that investments  
7 offered by AIC, which included the Tri-Core June 2010 Investment, placed  
8 investors in a first secured position, which protected them from any default in  
9 payment;

10 g. With respect to the Tri-Core June 2010 Investment, representing that the investor’s  
11 investments would be secured by property in Mexico, but failing to provide  
12 investors with a deed of trust or other mechanism to securitize their notes;

13 h. With respect to the ERC Compactors Investment, representing that the ERC  
14 recycling investments “provides an opportunity for . . . the investor . . . a safe place  
15 to put their money”;

16 i. With respect to the ERC Compactors Investment, representing that the investor’s  
17 investments would be secured by the “equipment/compactors purchased”, but  
18 failing to provide investors with a mechanism to securitize their notes;

19 j. With respect to the ERC Compactors Investment, failing to disclose the specific  
20 collateral that would form the basis for the security of investor notes, or to  
21 determine if there was adequate security for their investments;

22 k. With respect to the ERCI Investment, representing that the investor’s investments  
23 “will be secured by property, equipment and commodities such as locomotives  
24 located in its new facility in Chicago, Illinois” and failing to provide offerees  
25  
26

1 and/or investors with any information in the 12/2/11 ERCI PPM to determine if  
2 there was adequate security for their investment.

3 7. AIC/Pangaea's conduct is grounds for a cease and desist order pursuant to A.R.S.  
4 § 44-2032.

5 8. AIC/Pangaea's conduct is grounds for an order of restitution pursuant to A.R.S. §  
6 44-2032.

7 9. AIC/Pangaea's conduct is grounds for administrative penalties under A.R.S. § 44-  
8 2036.

9 **III.**

10 **ORDER**

11 THEREFORE, on the basis of the Findings of Fact and Conclusions of Law, the Commission  
12 finds that the following relief is appropriate, in the public interest, and necessary for the protection of  
13 investors:

14 IT IS ORDERED, pursuant to A.R.S. § 44-2032, that AIC/Pangaea, and any of  
15 AIC/Pangaea's agents, employees, successors and assigns, permanently cease and desist from  
16 violating the Securities Act.

17 IT IS FURTHER ORDERED, pursuant to A.R.S. §§ 44-2032 and 44-1962, that  
18 AIC/Pangaea, and all Respondents against whom orders are entered awarding restitution for the  
19 Tri-Core March 2008 Investment under Docket No. S-20867A-12-0459 shall, jointly and severally,  
20 pay restitution to the Commission in the principal amount of \$908,832.07, plus interest from the  
21 date of purchase until paid in full, subject to legal setoffs pursuant to A.A.C. R14-4-308, as shown  
22 on attached Exhibit A, chart labeled "TRI-CORE MARCH 2008 INVESTMENT".

23 IT IS FURTHER ORDERED, pursuant to A.R.S. §§ 44-2032 and 44-1962, that  
24 AIC/Pangaea, and all Respondents against whom orders are entered awarding restitution for the  
25 Tri-Core June 2010 Investment under Docket No. S-20867A-12-0459 shall, jointly and severally,  
26

1 pay restitution to the Commission in the principal amount of \$170,000.00, plus interest from the  
2 date of purchase until paid in full, subject to legal setoffs pursuant to A.A.C. R14-4-308, as shown  
3 on attached Exhibit A, chart labeled "TRI-CORE JUNE 2010 INVESTMENT".

4 IT IS FURTHER ORDERED, pursuant to A.R.S. §§ 44-2032 and 44-1962, that  
5 AIC/Pangaea, and all Respondents against whom orders are entered awarding restitution for the  
6 ERC Compactors Investment under Docket No. S-20867A-12-0459 shall, jointly and severally, pay  
7 restitution to the Commission in the principal amount of \$880,000.00, plus interest from the date of  
8 purchase until paid in full, subject to legal setoffs pursuant to A.A.C. R14-4-308, as shown on  
9 attached Exhibit A, chart labeled "ERC COMPACTORS INVESTMENT".

10 Payment of the total restitution amount of \$1,958,832.07 is due in full on the date of this  
11 Order. Payment shall be made to the "State of Arizona" to be placed in an interest-bearing account  
12 controlled by the Commission.

13 IT IS FURTHER ORDERED that the restitution ordered hereinabove shall bear interest at  
14 the rate of the lesser of ten percent per annum or at a rate per annum that is equal to one per cent  
15 plus the prime rate as published by the board of governors of the federal reserve system in  
16 statistical release H.15 or any publication that may supersede it on the date that the judgment is  
17 entered.

18 The Commission shall disburse the funds on a pro-rata basis to investors shown on the  
19 records of the Commission for each investment specified. Any restitution funds that the  
20 Commission cannot disburse because an investor refuses to accept such payment, or any restitution  
21 funds that cannot be disbursed to an investor because the investor is deceased and the Commission  
22 cannot reasonably identify and locate the deceased investor's spouse or natural children surviving at  
23 the time of the distribution, shall be disbursed on a pro-rata basis to the remaining investors shown  
24 on the records of the Commission. Any funds that the Commission determines it is unable to or  
25 cannot feasibly disburse shall be transferred to the general fund of the state of Arizona.

1 IT IS FURTHER ORDERED, pursuant to A.R.S. § 44-2036, that AIC/Pangaea shall pay an  
2 administrative penalty in the amount of \$150,000.00. Payment is due in full on the date of this  
3 Order. Payment shall be made to the "State of Arizona." Any amount outstanding shall accrue  
4 interest as allowed by law.

5 IT IS FURTHER ORDERED that the penalty ordered hereinabove shall bear interest at the  
6 rate of the lesser of ten percent per annum or at a rate per annum that is equal to one per cent plus  
7 the prime rate as published by the board of governors of the federal reserve system in statistical  
8 release H.15 or any publication that may supersede it on the date that the judgment is entered.

9 IT IS FURTHER ORDERED that payments received by the state of Arizona shall first be  
10 applied to the restitution obligation. Upon payment in full of the restitution obligation, payments  
11 shall be applied to the penalty obligation.

12 IT IS FURTHER ORDERED, that if AIC/Pangaea fails to comply with this Order, the  
13 Commission may bring further legal proceedings against AIC/Pangaea, including application to the  
14 superior court for an order of contempt.

15 IT IS FURTHER ORDERED, that pursuant to A.R.S. § 44-1974, upon application the  
16 Commission may grant a rehearing of this Order. The application must be received by the  
17 Commission at its offices within twenty calendar days after entry of this Order. Unless otherwise  
18 ordered, filing an application for rehearing does not stay this Order. If the Commission does not  
19 grant a rehearing within twenty calendar days after filing the application, the application is  
20 considered to be denied. No additional notice will be given of such denial.

21 IT IS FURTHER ORDERED, that no finding of fact or conclusion of law contained in this  
22 Order shall be deemed binding against any Respondent under this Docket Number who is not  
23 subject to this Order.

24 ///

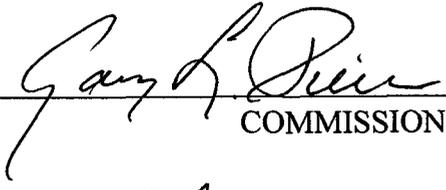
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IT IS FURTHER ORDERED that this Order shall become effective immediately.

**BY ORDER OF THE ARIZONA CORPORATION COMMISSION**

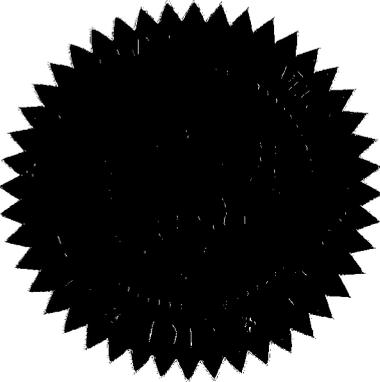
  
CHAIRMAN

  
COMMISSIONER

  
COMMISSIONER

  
COMMISSIONER

  
COMMISSIONER



IN WITNESS WHEREOF, I, JODI JERICH, Executive Director of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 6<sup>th</sup> day of February, 2013.

  
JODI JERICH  
EXECUTIVE DIRECTOR

DISSENT

DISSENT

This document is available in alternative formats by contacting Shaylin A. Bernal, ADA Coordinator, voice phone number 602-542-3931, e-mail [sabernal@azcc.gov](mailto:sabernal@azcc.gov).  
(sll)

## EXHIBIT A

## TRI-CORE MARCH 2008 INVESTMENT

| <u>Investor</u> | <u>Investment Date</u> | <u>Original Investment Amount</u> | <u>Money Returned</u>                    | <u>Restitution owed at order date</u> |
|-----------------|------------------------|-----------------------------------|--|---------------------------------------|
| A               | 2/16/2010              | 10,000.00                         |  | 10,000.00                             |
| B-1             | 12/22/2009             | 23,572.04                         |  | 23,572.04                             |
| B-2             | 11/6/2009              | 65,610.03                         |  | 65,610.03                             |
| B-3             | 1/20/2009              | 10,000.00                         |  | 10,000.00                             |
| C               | 12/1/2008              | 40,000.00                         |  | 40,000.00                             |
| D               | 6/30/2009              | 70,000.00                         |  | 70,000.00                             |
| E               | 7/09/2009              | 70,000.00                         |  | 70,000.00                             |
| F               | 7/7/2008               | 10,000.00                         |  | 10,000.00                             |
| G-1             | 11/12/2008             | 100,000.00                        |  | 100,000.00                            |
| G-2             | 2/5/2009               | 50,000.00                         |  | 50,000.00                             |
| H               | 7/23/2008              | 20,000.00                         |  | 20,000.00                             |
| I               | 12/3/2008              | 10,000.00                         |  | 10,000.00                             |
| J               | 4/22/2010              | 15,000.00                         |  | 15,000.00                             |
| K               | 12/17/2008             | 10,000.00                         |  | 10,000.00                             |
| L-1             | 10/7/2008              | 30,000.00                         |  | 30,000.00                             |
| L-2             | 8/6/2008               | 50,000.00                         |  | 50,000.00                             |
| M               | 4/27/2008              | 10,000.00                         |  | 10,000.00                             |
| N               | 4/28/2008              | 40,000.00                         |  | 40,000.00                             |
| O               | 11/19/2008             | 10,000.00                         |  | 10,000.00                             |
| P               | 10/5/2010              | 50,000.00                         |  | 50,000.00                             |
| Q               | 2/3/2010               | 10,000.00                         |  | 10,000.00                             |
| R               | 9/19/2009              | 150,000.00                        |  | 150,000.00                            |
| S               | 11/6/2009              | 12,650.00                         |  | 12,650.00                             |
| T               | 11/30/2009             | 10,000.00                         |  | 10,000.00                             |
| U               | 4/24/2008              | 10,000.00                         |  | 10,000.00                             |
| V               | 2/5/2009               | 10,000.00                         |  | 10,000.00                             |
| V               | 5/18/2009              | 10,000.00                         |  | 10,000.00                             |
| W               | 12/5/2008              | 12,000.00                         |  | 12,000.00                             |
|                 |                        | 908,832.07                        |  | 908,832.07                            |
|                 |                        |                                   | Total Restitution owed<br>at Order Date: | 908,832.07                            |

## TRI-CORE JUNE 2010 INVESTMENT

| <u>Investor</u> | <u>Investment Date</u> | <u>Original Investment Amount</u> | <u>Money Returned</u>                    | <u>Restitution owed at order date</u> |
|-----------------|------------------------|-----------------------------------|--|---------------------------------------|
| A               | 10/8/2008              | 55,000.00                         |  | 55,000.00                             |
| B               | 3/17/2011              | 10,000.00                         |  | 10,000.00                             |
| C               | 2/18/2011              | 20,000.00                         |  | 20,000.00                             |
| D               | 3/10/2011              | 10,000.00                         |  | 10,000.00                             |
| E               | 7/29/2010              | 75,000.00                         |  | 75,000.00                             |
|                 |                        | 170,000.00                        |  | 170,000.00                            |
|                 |                        |                                   | Total Restitution owed<br>at Order Date: | 170,000.00                            |

## ERC COMPACTORS INVESTMENT

| <u>Investor</u> | <u>Investment Date</u> | <u>Original Investment Amount</u> | <u>Money Returned</u>                    | <u>Restitution owed at order date</u> |
|-----------------|------------------------|-----------------------------------|--|---------------------------------------|
| A               | 8/23/2011              | 60,000.00                         |  | 60,000.00                             |
| A-1             | 10/25/2011             | 90,000.00                         |  | 90,000.00                             |
| B               | 10/25/2011             | 90,000.00                         |  | 90,000.00                             |
| C               | 8/22/2011              | 300,000.00                        |  | 300,000.00                            |
| D               | 8/22/2011              | 100,000.00                        |  | 100,000.00                            |
| E               | 11/15/2011             | 100,000.00                        |  | 100,000.00                            |
| F               | 8/22/2011              | 50,000.00                         |  | 50,000.00                             |
| G               | 11/15/2011             | 40,000.00                         |  | 40,000.00                             |
| H               | 10/6/2011              | 15,000.00                         |  | 15,000.00                             |
| I               | 8/22/2011              | 35,000.00                         |  | 35,000.00                             |
|                 |                        | 880,000.00                        |  | 880,000.00                            |
|                 |                        |                                   | Total Restitution owed<br>at Order Date: | 880,000.00                            |

TOTAL RESTITUTION DUE AT ORDER DATE FOR ALL INVESTMENTS: \$1,958,832.07

SERVICE LIST FOR: TRI-CORE COMPANIES, LLC, ET AL

1 Dale B. Rycraft Jr., Esq.  
2 THE RYCRAFT LAW FIRM, PLLC  
3 2929 N. Power Rd., Suite 101  
4 Mesa, Arizona 85215  
5 *Attorney for C&D Construction*

6 Brian & Cheryl Buckley  
7 4259 E. Bruce Ct.  
8 Gilbert, Arizona 85234  
9 *Respondents*

10 Bobby Thrasher, Jr.  
11 530 E. McDowell Rd., Ste 107-495  
12 Phoenix, Arizona 85004  
13 *Attorney for Mogler, Tri-Core Companies, Tri-Core Business Dev.,*  
14 *ERC Compactors, ERC Investments*

15 Tri-Core Mexico Land Development, LLC  
16 c/o ALPHA LEGAL FORMS & MORE  
17 POST OFFICE BOX 12488  
18 Tucson, Arizona 85732  
19 *Respondent*

20 Nicole Kordosky  
21 8880 E Chaparral Rd., Ste 270  
22 Scottsdale, Arizona, 85250  
23 AND  
24 7308 E. Taylor St.,  
25 Scottsdale, Arizona 85257  
26 *Respondent*

Pangaea Investment Group, LLC  
c/o ALPHA LEGAL FORMS & MORE  
POST OFFICE BOX 12488  
Tucson, Arizona 85732  
*Respondent*

Casimer Polanchek  
826 E Gila Lane  
Chandler, Arizona 85225  
*Respondent*

BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

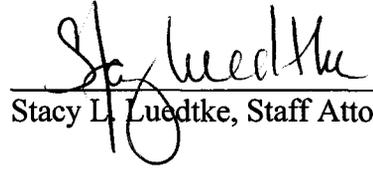
BOB STUMP, Chairman  
GARY PIERCE  
BRENDA BURNS  
BOB BURNS  
SUSAN BITTER SMITH

In the matter of:  
TRI-CORE COMPANIES, LLC, an Arizona limited liability company,  
TRI-CORE MEXICO LAND DEVELOPMENT, LLC, an Arizona limited liability company,  
TRI-CORE BUSINESS DEVELOPMENT, LLC, an Arizona limited liability company,  
ERC COMPACTORS, LLC, an Arizona limited liability company,  
ERC INVESTMENTS, LLC, an Arizona limited liability company,  
C&D CONSTRUCTION SERVICES, INC., a Nevada corporation;  
PANGAEA INVESTMENT GROUP, LLC, an Arizona limited liability company, d/b/a Arizona Investment Center,  
JASON TODD MOGLER, an Arizona resident,  
BRIAN N. BUCKLEY and CHERYL BARRETT BUCKLEY, husband and wife,  
CASIMER POLANCHEK, an Arizona resident,  
NICOLE KORDOSKY, an Arizona resident,  
Respondents.

DOCKET NO. S-20867A-12-0459

**NOTICE OF FILING OF PROPOSED OPEN MEETING AGENDA ITEM**

1 Pursuant to A.A.C. R14-4-303, you are hereby notified that the attached: Order to Cease  
2 and Desist, Order For Restitution And Order For Administrative Penalties Re: Pangaea Investment  
3 Group, LLC was filed with the Arizona Corporation Commission's Docket Control.

4 Dated: 1/14/13 By:   
5 Stacy L. Luedtke, Staff Attorney  
6

7 I hereby certify that I have this day served the foregoing document on all parties of record in this  
8 proceeding by mailing a copy thereof, properly addressed with first class postage prepaid to:

9 Dale B. Rycraft Jr., Esq.  
10 THE RYCRAFT LAW FIRM, PLLC  
11 2929 N. Power Rd., Suite 101  
12 Mesa, Arizona 85215  
*Attorney for C&D Construction*

13 Brian & Cheryl Buckley  
14 4259 E. Bruce Ct.  
15 Gilbert, Arizona 85234  
*Respondents*

16 Bobby Thrasher, Jr.  
17 530 E. McDowell Rd., Ste 107-495  
18 Phoenix, Arizona 85004  
*Attorney for Mogler, Tri-Core Companies, Tri-Core Business Dev.,  
ERC Compactors, ERC Investments*

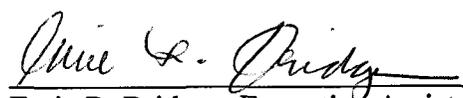
19 Tri-Core Mexico Land Development, LLC  
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5 *Respondent*

6 Casimer Polanchek  
7 826 E Gila Lane  
8 Chandler, Arizona 85225  
9 *Respondent*

10 Dated: 1/16/13

11 By:   
12 Emie R. Bridges, Executive Assistant

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