

Award
NASD Dispute Resolution, Inc.

In the Matter of the Arbitration Between:

Craig Moore, (Claimant) v. Edward D. Jones & Co. and Greg A. Reinhold,
(Respondents)

Case Number: 00-02198

Hearing Site: Chicago, Illinois

REPRESENTATION OF PARTIES

Claimant Craig Moore ("Moore"): Andrew J. Stoltman, Esq. of the firm Maddox Koeller Hargett & Caruso located in Chicago, Illinois.

Respondent Edward D. Jones & Co. ("Edward D. Jones"): Lisa Nielsen, Esq. of the firm Greensfelder, Hemker & Gale, PC located in St. Louis, Missouri.

Respondent Greg A. Reinhold ("Reinhold") appeared *pro se*.

CASE INFORMATION

Statement of Claim filed on or about: May 25, 2000

Claimant Moore signed the Uniform Submission Agreement: May 16, 2000

Statement of Answer filed by Respondent Edward D. Jones on or about: September 11, 2000

Respondent Edward D. Jones signed the Uniform Submission Agreement: June 12, 2000

Statement of Answer filed by Respondent Reinhold on or about: August 21, 2000

Respondent Reinhold signed the Uniform Submission Agreement: July 18, 2000

CASE SUMMARY

Claimant Craig Moore asserted the following causes of action: Violation of the Indiana Civil Theft Statute; Violation of Federal Securities Laws; Violation of Indiana Securities Laws; Churning/Excessive Trading; Violation of Sections 2310 and 2120 of the Conduct Rules of then NASD; Failure to Supervise; Violation of Section 3010 of the Conduct Rules of the NASD; Breach of Contract; Common Law Fraud and Misrepresentation;

Breach of Fiduciary Duty and Constructive Fraud; Respondeat Superior; and Negligence and Negligent Supervision.

The causes of action relate to the following bonds: Wayne Charter County MI Airport; Clermont Co. Ohio Hospital; Indiana St. Edl. Authority; Indiana St. Edl. Authority Rose Hulman; Alabama Housing Finance Authority; Canadian Pacific Ltd.; Duquesne Lgt. Co.; Idaho Power Co.; Pacific Gas & Electric; Pepsiso Inc.; Protective Life Corp.; Southern California Edison Co.; Texas Utilities Electric Co.; Arkansas State Development; Bluffton Indiana Christian Care; Forsyth Montana PCR; Indiana St. Development Finance Aut.; Indiana State Office Building; Ohio State Water Development Aut.; and West Virginia State Housing Dev.; among others.

The causes of action relate to the following Mutual Funds: Goldman Sachs Trust Growth and Income Fund A; Hartford Mutual Advisors Class A; and Putnam T/E Income Fund Class A; among others.

The causes of action relate to the following Annuities: Anchor National Life Polaris Variable Annuity and Putnam Capital Manager V.

Unless specifically admitted in their respective Answers, Respondents Edward D. Jones & Co. and Greg A. Reinhold denied the allegations made in the Statement of Claim.

RELIEF REQUESTED

Claimant Craig Moore requested:

Compensatory Damages	to be determined at hearing
Punitive Damages	unspecified
Treble	\$387,000.00
Interest	8% per year (Indiana Securities Act)
Attorneys' Fees	unspecified (Indiana Securities Act)
Other Costs	unspecified (Indiana Securities Act)
Other Monetary/Non-Monetary Relief if any:	disgorgement of illicitly generated commissions in the amount of \$92,646.00 and recovery of the \$182,615.00 charged in margin interest over the life of the account.

Respondent Edward D. Jones & Co. requested:

Other Monetary/Non-Monetary Relief if any:	dismissal of claims
--	---------------------

OTHER ISSUES CONSIDERED AND DECIDED

On January 03, 2001 parties notified NASD Dispute Resolution, Inc. that Claimant Craig Moore had entered into a settlement agreement with Respondent Edward D. Jones & Co. Consequently, Claimant Craig Moore dismissed Respondent Edward D. Jones & Co. with prejudice. This claim was not adjudicated.

AWARD

After considering the pleadings, the testimony and evidence presented at the hearing, the Panel has decided in full and final resolution of the issues submitted for determination as follows:

1. Respondent Greg A. Reinhold is liable for and shall pay to Claimant Craig Moore the sum of \$312,000.00 (three hundred twelve thousand dollars and no cents) as compensatory damages.
2. Respondent Greg A. Reinhold is liable for and shall pay to Claimant Craig Moore the sum of \$104,000.00 (one hundred four thousand dollars and no cents) as attorney's fees pursuant to Indiana Code Sec. 23-2-1-19.
3. Parties shall bear their own costs.
4. Any and all relief not specifically addressed herein, including punitive and treble damages, is denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

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

Initial claim filing fee = \$375.00

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm that employed the associated person at the time of the events giving rise to the dispute. In this matter, the member firm is a party.

Member surcharge	= \$2,000.00
Pre-hearing process fee	= \$ 600.00
<u>Hearing process fee</u>	<u>= \$3,500.00</u>
Total Member Fees	= \$6,100.00

Forum Fees and Assessments

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

Two (2) Pre-hearing sessions with Panel x \$1,200.00			= \$2,400.00
Pre-hearing conferences:	June 20, 2001	1 session	
	February 18, 2002	1 session	
Two (2) Hearing sessions x \$1,200.00			= \$2,400.00
Hearing Dates:	April 03, 2002 Date	2 sessions	
Total Forum Fees			= \$4,800.00

The panel has assessed \$4,800.00 of the forum fees to Respondent Greg A. Reinhold.

Fee Summary

1. Claimant Craig Moore is solely liable for:

<u>Initial Filing Fee</u>	= \$ 375.00
Total Fees	= \$ 375.00
<u>Less payments</u>	= \$1,425.00
Refund From NASD Dispute Resolution, Inc.	= \$1,050.00

2. Respondent Edward D. Jones & Co. is solely liable for:

<u>Member Fees</u>	= \$ 6,100.00
Total Fees	= \$ 6,100.00
<u>Less payments</u>	= \$ 2,500.00
Balance Due NASD Dispute Resolution, Inc.	= \$ 3,600.00

3. Respondent Greg A. Reinhold is solely liable for:

<u>Forum Fees</u>	= \$4,800.00
Balance Due NASD Dispute Resolution, Inc.	= \$4,800.00

All balances are due to NASD Dispute Resolution, Inc.

ARBITRATION PANEL

Jason R. Levine, Esq.	-	Public Arbitrator, Presiding Chair
John B. Borsch, Jr.	-	Public Arbitrator
Richard J. Belmonte, Esq.	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

/s/ Jason R. Levine

05/01/02

Jason R. Levine, Esq.
Public Arbitrator, Presiding Chair

Signature Date

/s/ John B. Borsch, Jr.

05/01/02

John B. Borsch, Jr.
Public Arbitrator

Signature Date

/s/ Richard J. Belmonte

05/01/02

Richard J. Belmonte, Esq.
Non-Public Arbitrator

Signature Date

05/02/02

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