

2. SMART SAFE CITIES INC., ("SMART") was a Nevada company that was incorporated on February 1, 2008 with a business address of 711 S. Carson Street, Suite #4, Carson City, NV 89701. The records of the Nevada Secretary of State's Office reveal that SMART'S corporate status was revoked on March 1, 2009.

SMART has a current purported business address of 1075 Chandler St., Montgomery, AL 36104.

3. DARREN MAULL INC., ("DMI") is an active Alabama company that was incorporated on March 10, 2005 with a business address of 1075 Chandler St., Montgomery, AL 36104. In addition, records of the Nevada Secretary of State's Office reflect that DMI was incorporated in Nevada on September 6, 2007 with a business address of 711 S. Carson Street, Suite #4, Carson City NV 89701. The Nevada records show DMI'S corporate status was revoked effective October 1, 2009.

4. DARREN ONEAL MAULL, ("MAULL") at all times relevant, acted as Director, Founder and CEO of INTELLIMESH, SMART and DMI with a business address of 1075 Chandler St, Montgomery, AL 36104.

5. TED GEIGER, (GEIGER) at all times relevant, acted as Chief Operations Officer of INTELLIMESH, with a business address of 1075 Chandler St, Montgomery, AL 36104.

#### **STATEMENT OF FACTS**

6. The Commission received information in or around June 2009 that MAULL solicited and sold securities, to wit: stock in INTELLIMESH, SMART and DMI to Alabama residents.

7. An Alabama resident reported to the Commission that in June 2007 MAULL solicited and offered him an investment opportunity in DMI. Subsequently, on August 13, 2007, the Alabama resident invested \$25,000 in DMI by certified check. On November 16, 2007, the Alabama resident invested an additional \$5,000. This Alabama resident invested a total of \$30,000 with MAULL in return for stock in DMI. The investment was to be used for the manufacture of a traffic light sequence indicating system. The investor was to receive stock and 1% ownership in the company. This Alabama investor reports that he has not received a signed stock certificate and the company is still in possession of the invested funds.

8. On October 22, 2007, MAULL met and gave a presentation on INTELLIMESH to a second Alabama resident. Subsequently, this Alabama resident invested a total of \$2,500 with MAULL and in return received a stock certificate for 2,500 shares in INTELLIMESH. The Alabama resident purchased the stock by issuing two checks each dated October 27, 2007.

9. On October 22, 2007, MAULL represented to the second Alabama resident that "INTELLIMESH is a technology company that provides small to medium sized cities affordable and mesh-based Internet services, creating Smart, Safe Cities, nationally and internationally. The implementation of these services will provide cities with wireless Internet capabilities, intelligent vehicular traffic-management systems, and other integrated broadband Internet services."

10. Further, on October 22, 2007, MAULL represented to this same investor that he held a United States Patent for a "Traffic Light Sequence Indication System." On or around September 2009, the Commission staff confirmed that MAULL held a patent for a traffic light sequence indication system. MAULL represented that the Department of Homeland Security and the National Highway and Traffic Safety Administration were interested in the device because of the early warning and citywide control capabilities it offered.

11. INTELLIMESH has a public web site, [www.smartsafecities.net](http://www.smartsafecities.net) that describes INTELLIMESH. On the website, there is a section identified as "Contact Us," which states "For information on becoming a potential investor contact [TedGeiger@SmartSafeCities.net](mailto:TedGeiger@SmartSafeCities.net)." Another question posted in this same section of the website is: "Are you an accredited investor?"

12. In January 2008, MAULL met with and solicited a \$5,000 investment from the pastor of an Alabama church. The money invested with MAULL belonged to the church. The presentation was held at the church after services. The Alabama pastor received a stock certificate, on behalf of the church, for 5,000 shares of INTELLIMESH stock.

13. On July 21, 2008, MAULL solicited and offered a fourth Alabama resident an investment opportunity. As a result, this Alabama resident invested \$5,000 with MAULL. In return for this investment, the fourth Alabama investor received a stock certificate for 5,000 shares in SMART.

14. In June 2009, GEIGER solicited an Alabama resident for an investment in INTELLIMESH. More specifically, GEIGER corresponded with an Alabama resident regarding the execution of Private Placement Memorandum documents for INTELLIMESH. GEIGER represented to this Alabama resident that a stock certificate for INTELLIMESH would be issued once these documents were signed and returned.

15. A review of the files of the Registration Division of the Alabama Securities Commission was conducted on July 27, 2009, disclosing no record of registration or any perfected exemption from registration for the securities, to wit: stock in INTELLIMESH, SMART AND DMI, offered and sold to Alabama residents.

16. A review of the files of the Registration Division of the Alabama Securities Commission was conducted on July 27, 2009, disclosing no record of registration for MAULL and GEIGER as a broker-dealer agent or investment adviser representative in the state of Alabama.

17. A review of the files of the Registration Division of the Alabama Securities Commission was conducted on July 27, 2009, disclosing no record of registration for INTELLIMESH, SMART and DMI as a broker dealer or investment adviser in the state of Alabama.

18. On August 17, 2009, a search of the United States Securities and Exchange Commission's EDGAR Database was completed and no filings for INTELLIMESH, SMART and DMI were found.

#### **CONCLUSIONS OF LAW**

19. Pursuant to Section 8-6-2(10), Code of Alabama 1975, the definition of security includes any stock. The investments made by the Alabama residents

were evidenced by stock certificates issued for INTELLIMESH, SMART and DMI. These stock certificates are securities as defined under the Act.

20. Pursuant to Section 8-6-2(2), Code of Alabama 1975, an agent is any individual other than a dealer who represents a dealer or issuer in effecting or attempting to effect sales of securities. MAULL'S actions establish that he acted as an agent of INTELLIMESH, SMART and DMI in the offer or sale of securities as set forth in the Act. Further, GEIGER'S actions establish that he also acted as an agent of INTELLIMESH.

21. Pursuant to Section 8-6-3(a), Code of Alabama 1975, it is unlawful for a person to transact business in this state as a dealer or agent for securities unless such person is registered under the Act. RESPONDENTS are not registered as agents or broker dealers in the state of Alabama and have effected securities transactions with Alabama residents in violation of the Act.

22. Pursuant to Section 8-6-4, Code of Alabama 1975, it is unlawful to offer or sell any security in this state unless it is registered under the Act, the security is exempt from registration pursuant to Section 8-6-10, Code of Alabama 1975, or the transaction is exempt under Section 8-6-11, Code of Alabama 1975. The securities offered and sold by RESPONDENTS, to wit: stock in INTELLIMESH, SMART and DMI were neither registered nor exempt from registration in violation of the Act.

This Order is appropriate in the public interest for the protection of investors and consistent with the purposes of the Alabama Securities Act.

This Order does not prevent the Commission from seeking such other civil or criminal remedies that may be available to it under the Alabama Securities Act.

Additionally, if the allegations set forth herein are found to be true, through either administrative adjudication, failure of the RESPONDENTS to make a timely request for hearing, or default of the respondents, it is the intention of the Commission to impose sanctions upon the RESPONDENTS. Such sanctions may

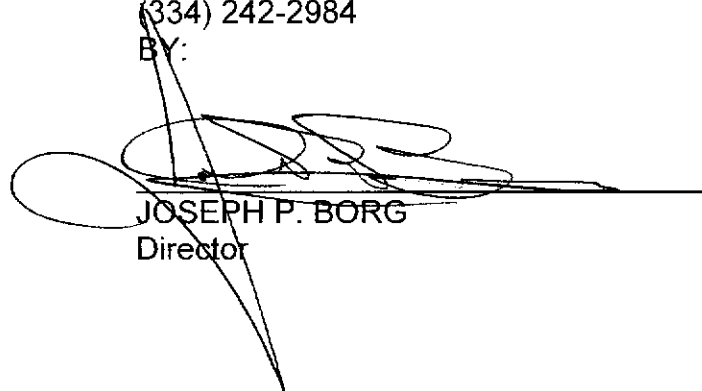
include, inter alia, an administrative assessment imposed on RESPONDENTS, an additional administrative assessment for investigative costs arising from the investigation of the violation(s) described herein against RESPONDENTS, and a permanent order to bar RESPONDENTS from participation in any securities related industry in the state of Alabama.

**ACCORDINGLY, IT IS HEREBY ORDERED** that RESPONDENTS immediately **CEASE AND DESIST** from further offers or sales of any security into, within or from the state of Alabama. Furthermore, RESPONDENTS shall **CEASE AND DESIST** from any further solicitations for investments by means of the internet.

Entered at Montgomery, AL this 23<sup>rd</sup> day of October, 2009.

ALABAMA SECURITIES COMMISSION  
P.O. Box 304700  
Montgomery, AL 36130-4700  
(334) 242-2984

BY:

A handwritten signature in black ink, appearing to read 'JP Borg', is written over a horizontal line. The signature is stylized with loops and a long horizontal stroke extending to the right.

JOSEPH P. BORG  
Director