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| 2 | INTERVIEW OF: |
| 3 | CHARLES LYDECKER |
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| 6 | DATE TAKEN: MARCH 19, 2014 |
| 7 | TIME: 2:06 P.M 2:47 P.M. |
| 8 | PLACE: BROWN & BROWN 220 SOUTH RIDGEWOOD AVENUE |
| 9 | DAYTONA BEACH, FLORIDA 32114 |
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2 CHARLES LYDECKER

was called as a witness and, having first been
duly sworn, testified as follows:

BY MR. KANEY:

- Q. Good afternoon --
- A. Good afternoon.
- Q. -- Mr. Lydecker.

 Can I call you Charlie?
- A. Please.
- Q. Thank you for responding to the subpoena. We -- we have found that most of the people that we need to talk to are happy to provide their information. There are some who resisted, probably because they don't want to tell the whole truth under oath, but I'm glad you're here. Now, this is -- what I'm doing here is not a deposition, but an investigation. We're not necessarily developing evidence that would ever be looked at by a judge. an investigator, I need to know what you think, as well as what you know. So even though you may not be an eyewitness to a fact, if you have credible information that you can relate, you should, and then it's my job to find out -- to verify it or refute it.

Now, this is public record, right?

anybody can see it and/or read it?

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Q. Yes. Yes. It will be public record when I finish the investigation. I don't think it is now, although that could be debated. No one has asked for it, and by the time they read me saying that, it will be.

Charlie, where are you employed today?

- A. Brown & Brown.
- Q. How long have you been at Brown & Brown?
- A. Twenty-four years.
- Q. And what are your duties, generally, here?
- A. I am president of Brown & Brown retail, which oversees 127 offices scattered in 35 states, and our retail operation.
- Q. And are you -- have you ever been active or interested in politics?
 - A. Yes.
 - Q. In local politics?
- A. Yes.
 - Q. What, generally, have you done?
 - A. Been active over the years in varying campaigns on behalf of people who made themselves available to run for public office that Brown & Brown thought would be good if they were to win.
 - Q. Were you involved with any candidates in

| 1 | the 2012 elections |
|----|--|
| 2 | A. Yes. |
| 3 | Q locally? |
| 4 | Did you support Doug Daniels, or did your |
| 5 | company support Doug Daniels? |
| 6 | A. Brown & Brown supported Doug Daniels, yes. |
| 7 | Q. And you did personally? |
| 8 | A. Personally did as well. |
| 9 | Q. Were there other county council candidates |
| 10 | in 2012 that you were supporting? |
| 11 | A. Yes. |
| 12 | Q. Who would that be? |
| 13 | A. I have to go back now. We obviously, |
| 14 | because I know it was publicized involving the |
| 15 | chairman's race, and we supported Carl Persis' |
| 16 | efforts, failed efforts. We supported Deborah Denys. |
| 17 | We supported Pat Patterson. We supported Doug |
| 18 | Daniels. I and I think we and I can't think of |
| 19 | what other races I don't I can't recall what |
| 20 | other elections |
| 21 | THE WITNESS: Are they all up at the same |
| 22 | time? |
| 23 | MR. LEEK: He's only asking about county |
| 24 | council. |

We would have supported Josh Wagner's --

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you know, we have supported Josh Wagner's efforts.

And we would have -- who else is on there? But,

anyway -- but we were involved in the elections.

BY MR. KANEY:

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- Q. Are you -- you supported Carl Persis, and he was running for Chair?
 - A. Chair.
 - Q. Who were his opponents?
- A. Jason Davis, Ted Doran, that I can remember. There may have been somebody else in there.
 - Q. Are you acquainted with Manny Bornia?
 - A. Yes.
 - Q. How do you know him?
- A. I have been friendly with Manny over the years, and I knew him mostly in his capacity as the owner or publisher of Florida Magazine. Or Volusia Magazine.
 - Q. And are you acquainted with Ramara Garrett?
 - A. I'm acquainted with Ramara Garrett, yes.
 - O. Who is Ramara Garrett?
- A. I believe Ramara Garrett was an owner in -well, is an owner in Waverly Media. And I think
 Waverly -- it's my understanding that Waverly Media
 was the owner of the magazine that Manny Bornia was

involved with.

- Q. Of course you know Waverly Media as a business.
 - A. I'm sorry?
- Q. Are you familiar with Waverly Media, the business?
- A. I mean, I read about it in the paper all the time. And I'm familiar that they they have a bunch of concerns, you know, business activities, but I'm not familiar with them as a business, per se.

 They're not a client of Brown & Brown's or anything.
- Q. Did you -- do you ever discuss the 2012 elections with Ramara Garrett?
- A. One time. She discussed the elections with me, I think in the company of her -- with Jim Sotolongo. And they shared with me who they were intending on supporting in the 2012 election cycle.
 - Q. Who did they name?
- A. I don't recall all of the specific candidates that they intended on supporting. It was a very -- as I recall, it was a varied group of individuals. I don't -- I don't remember -- I don't remember thinking that -- I don't even -- I don't even recall where we overlapped in terms of where -- what our intention was. This was also early before

the election, so -- I don't recall the time period, but it was well before the -- the either rumored candidates had filed, or it was well before candidates that heretofore hadn't been mentioned, emerged in this election cycle.

- Q. Did she discuss Ted Doran?
- A. She did not discuss Ted Doran with me. I think this was before Ted Doran got into the race.
- Q. Did she ever, after that time, talk to you about Ted after he got into the race?
- A. No. Really that was the only time I met with her. I don't know if I saw her again.
- Q. Did you ever talk to Manny Bornia about those 2012 elections?
 - A. Yes.

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- Q. What was the subject there?
- A. Oh, I mean, you know, very varied. You know, in his capacity as a -- I don't remember. A owner/publisher. He had an opinion column, so I'm sure it was in his -- you know, asking me what I thought about certain elections, or certain candidates. Maybe what their chances might have been. That sort of thing.
- Q. If I mention the subject of bus bench advertisements, are you familiar with that --

1 A. Yes.

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- Q. -- concept?
- A. Yes.
- Q. Did you ever discuss with many the subject of bus bench advertisements for political candidates during that period?
 - A. Yes.
 - Q. How did that come up?
- A. I mean, just broadly, I guess, he shared with me that because he knew -- well, let me rephrase that. He thought the Persis campaign would have an interest in knowing that the Doran for County Chairman campaign had what he referred to as a -- and actually he might not have referred to it as a sweetheart deal, but the inference was a sweetheart deal from Waverly Media regarding the amount of money he was being charged for bus benches. He was getting a steep, steep discount.
- Q. Did he mention how that discount was accounted for, was it a political contribution or not?
- A. He -- I don't recall the numbers now, but he told me -- I think he said roughly that there were 60 benches that Waverly Media dedicated to the Doran Campaign for Chairman, and that the market rate was

probably roughly three quarters to two thirds higher than what was evidenced in the financial reporting that the Doran campaign had paid for.

Q. Have you ever seen that?

MR. KANEY: Let's do this, let's mark that.

(Exhibit 1 was marked.)

BY MR. KANEY:

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- Q. Okay. This -- we're marking this as Number 1, and it is a piece of paper with Waverly Media. It has a logo on it, and some handwritten notes on it. Have you ever seen that before, Charlie?
 - A. Yes.
 - Q. When -- when and where did you see that?
- A. During the campaign it was given to me.

 Probably -- and it was given to me in the middle of a chairman's race for Volusia County.
 - Q. Do you remember who gave it to you?
 - A. I believe Manny Bornia gave it to me.
 - Q. Can you read the text there?
- A. Please order materials or invoiced Doran benches, dash, total 60, double exclamation point.

 Separate paragraph, big order. Process ASAP. Need to be -- need to be up in a few days, exclamation point. Separate paragraph, or separate sentence, keep off books, double exclamation point. Only bill

10 K, rest in trade.

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- Q. Now, this -- this is -- this is sort of a memo form. Can you make out who it's addressed to?
 - A. It's made out to Jim. It looks like a Jim.
- Q. And do you see that there is a signature, of sorts, at the bottom?
 - A. Yes.
 - Q. Did you ever see that before?
 - A. No.
 - Q. Obviously you can't read it?
- A. I can't. I don't know who it is.
- Q. Yeah. Do you know Jim Brown?
 - A. No. I've read about him in the paper, but I don't know him.
 - Q. What we read in the paper is that he was the manager of Waverly Media, and so that could be Jim Brown.
 - A. Yeah.
 - O. Or it could not.
- A. Could be.
 - Q. Well, this document appears to indicate something less than full and complete and honest reporting of campaign contributions. Do you know if anything was done with this? Did the Persis campaign, or did you, show it to anyone?

| A. It we did not. The the and I | | | | | | | |
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| don't recall exactly what, if anything, that we did | | | | | | | |
| with it. The likely place would be to go to the | | | | | | | |
| Daytona Beach News-Journal, and, you know, whether it | | | | | | | |
| was me or whether it was somebody else working on the | | | | | | | |
| campaign may have brought it over to the Daytona | | | | | | | |
| Beach News-Journal. | | | | | | | |

- Q. Was -- do you know if the News-Journal followed up with any --
 - A. I don't think so.
 - Q. Okay.

- A. But I think the sense was that we would use it in a -- in the campaign in something larger like a direct mailing or something like that, and I know the -- the -- the -- from a campaign perspective, the decision was not to use it in that respect.
- Q. Do you know if the question of this memo ever was brought up to Ted Doran?
 - A. I do not know.
 - Q. If I asked you this before, I apologize.
 - A. Sure.
- Q. Did Ramara Garrett come back to you after
 Ted Doran made the runoff to solicit your support?
- A. I don't recall her doing that. I don't think so. There was really no line of communication

there. My -- my meeting with her was a first and only, and that would have been probably five or six months earlier.

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- Q. In your role as trusted adviser to the political candidates, which you definitely are, did you counsel any of the candidates you were working with regarding the Waverly Media bus bench advertisement product that they had?
- A. Yeah, I -- I -- anybody who had asked me, or if it came up during the campaign, knowing some of this, you know, that -- I would tell them they should be very cautious in terms of how they deal with Waverly Media because I had several candidates tell me that they were -- you know, had a meeting scheduled, or something would raise the issue, and it was our understanding that they were offering free media support, the inference being the magazine, the inference being the bus benches to those candidates -- to those candidates of their liking.

And what little I knew about, and what little I saw, and this memo being an example, I knew that that ran afoul of campaign finance laws, and that you are not permitted to give unlimited in-kind contributions. So, you know, just knowing that, or thinking that, was enough to me -- for me to feel

comfortable to some of the candidates that I know and whisper in their ear and say, if I were you, I recommend that you stay away from Waverly Media.

- Q. Did you ever say that you thought that those bus bench ads and Waverly Media support was dirty?
- A. I don't think I used the term -- word, dirty. But I did think, and therefore may have said, that my understanding of campaign election laws was that you had to charge full rate, full market rate, for -- that they would have to charge full market rate for advertising. The law does not permit them to use their discretionary -- their discretionary judgment on who will pay full and who won't.
- Q. Do you -- do you recall that -- that Josh Wagner was a candidate in 2012?
- A. Yes. Oh, I don't know. Was he? I know we supported his campaign, but was that 2012 or 2010? I don't remember if he had a re-election or not, but we would have.
 - MR. KANEY: I don't know if it was '10 or '12. Do you know?
- MR. LEEK: I don't know but I'm going to find out.

25 THE WITNESS: I don't know if all county

council comes up at the same time.

MR. LEEK: Are you waiting for me?

MR. KANEY: Yeah.

THE WITNESS: Well, subject to that clarification, his last election, we supported Josh Wagner.

BY MR. KANEY:

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Q. Do you know if he had the support of Waverly Media with their bus bench signs?

MR. LEEK: It's 2012. He ran against Ken Ali and Nancy Epps. It's out of the Orlando Sentinel, had elections 2012.

BY MR. KANEY:

- Q. In discussing these 2012 elections with the candidates that you're familiar with and supporting, was the subject -- and the subject of the bus bench advertisements came up, did any of them ever suggest to you that Josh Wagner was the person who determined who did or did not get Waverly support in that way?
- A. I -- I don't think so. I am not aware of where a candidate told me that Josh was directing Waverly Media's campaign support. Josh, I believe, was the chairman of some kind of re-election committee for the local democratic party. And, you know, he has a lot of clout, and he was -- and he's

also very active, and has been active in other campaigns. So it wasn't unusual in a county council race to hear about Josh's role in -- or feelings about certain campaigns.

- Q. But you never heard anyone say that he was the gatekeeper of the bus bench --
 - A. No.

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- Q. -- support?
- A. No.
- Q. Did you ever discuss with anyone from the News-Journal, such as Andrew Gant who has that beat, this issue of Ted Doran's -- the memo here concerning Ted's signs?
 - A. Yes, I did talk to Andrew Gant.
- Q. And what was the nature of that conversation?
- A. Similar to the nature of this conversation. He would have asked me about -- well, I spoke to Andrew Gant periodically on various council related issues. As it relates to Waverly Media, he -- if I'm recalling correctly, he would have asked me about the benches and, you know -- and I guess maybe either that memo, or what the Persis campaign's take was on it. And at that point, the Persis campaign did not purchase any benches. And to my surprise, in the

general election, we were only -- I was only actively involved really up until the first -- until the primarily concluded. But in the general election, the one or two months in the general election, I was uninvolved, but do recall specifically talking with Carl recommending he not take a meeting with Waverly Media.

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And not hearing from Carl again, but knowing this in retrospect, he did take a media -- he did purchase benches. But he was -- when he told me about it, he was quick to tell me he also paid full market value for those bench -- benches. Which of course then I told him that he just flushed his money down the toilet because no one votes based on what they see on the side of a bench, but those were Carl's decisions.

- Q. Did he mention who he had the meeting with from Waverly?
 - A. He told me he met with Ramara Garrett.
- Q. Did Carl -- Carl Persis ever talk to you about his conversation with Ramara Garrett after -- after he had had it?
- A. He did tell me about his conversation after he had it because he told me -- he told me -- because he told me he did the bus benches despite my warning.

Q. Did he tell you anything else about her -- her conversation with him?

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- A. He -- he was very emphatic to make sure that I knew that he had paid full market rate for the bus benches that he secured. He knew I would be disappointed after I had warned him to -- that something wasn't right.
 - Q. Did he mention where he met with her?
- A. Jon, he did, but I don't remember what he told me because we talked about it for a little while, but I don't recall what he told me.
- Q. Did he say that she made a pitch to him that would include what he would get from Waverly if they teamed up with him?
- A. I think the answer is, yes, because that was my general understanding of what the pitch from Ramara Garrett was, which is that: If you have our support, that comes with advertising support. I think it was generally understood that it came with advertising support, financial support, and, you know, frankly some strategic support, you know. They were very they were very involved, as I understood it.
- Q. You know, at some point later in the campaign, Ted Doran paid \$10,000 to Waverly for, I

- guess, bus benches. Maybe some -- more than a few.

 Do you recall noticing that as -
 A. Yes.
 - Q. When did that occur?
 - A. I assume it occurred after the News-Journal made an inquiry.
 - Q. Which would be following up on --
 - A. Yes.

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- Q. -- the memo, Number 1 here.
- A. Which would have been after I spoke to Andrew Gant in Number 1.
- Q. Did Andrew Gant ever come back to you with a report of Ted's reaction when he asked you about the memo?
- A. I don't recall.
- Q. Do you know Joyce Cusack?
- 17 A. Yes.
- Q. Did you ever discuss Waverly advertising signs with her?
 - A. No. That's an easy one because I don't think we ever supported Joyce.
 - Q. Did you ever hear -- did anybody ever tell you that Joyce would tell -- had told people she got free benches, free bench ads, from Waverly?
 - A. Not familiar with -- no, I don't know.

22 1 CERTIFICATE OF REPORTER 2 STATE OF FLORIDA 3 COUNTY OF VOLUSIA) 4 5 I, Shannon Green, Registered Professional 6 7 Reporter, certify that I was authorized to and did stenographically report the foregoing proceedings; 8 9 that a review of the transcript was requested, and that the transcript is a true and complete record of 10 11 my stenographic notes. 12 I FURTHER CERTIFY that I am not a 13 relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any 14 15 of the parties' attorney or counsel connected with 16 the action, nor am I financially interested in this 17 action. 18 Dated this 30th day of March, 2014. 19 20 21 22 Shannon Green Registered Professional Reporter 23

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| | INTERVIEW OF: CHARLES LYDECKER | |
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