

DISTRICT COURT OF APPEAL OF FLORIDA, FOURTH DISTRICT

Mogavero v. State

744 So. 2d 1048 (Fla. 4th DCA 1999) · No. Nos. 97-4276, 97-4280 · Decided August 25, 1999

SUMMARY

The Florida Fourth District Court of Appeal reversed two convictions for acting as a mortgage broker without a license because the jury instruction improperly permitted conviction based on constructive knowledge rather than the actual knowledge required by the statute. The court affirmed two convictions for collecting an advance fee by a loan broker and affirmed the revocation of probation. The case was remanded.

CASE DETAILS

COURT	District Court of Appeal of Florida, Fourth District
WRITING FOR THE COURT	Gross, J.; Dell, J.; Shahood, J.
JURISDICTION	Florida
DECIDED	August 25, 1999
DOCKET	Nos. 97-4276, 97-4280
DISPOSITION	reversed_and_remanded
PROCEDURAL POSTURE	Mogavero appealed convictions for acting as a mortgage broker without a license and collecting an advance fee by a loan broker, and separately appealed revocation of probation. He also challenged prosecutorial closing argument, jury instructions, and an alleged discovery violation.
STANDARD OF REVIEW	The court reviewed the legal correctness of the jury instructions de novo or as a question of law, reviewed unpreserved prosecutorial comments for fundamental error, and applied a cautious harmless-error analysis to an erroneous instruction on the elements of the charged crime.
PRECEDENTIAL VALUE	Published Florida Fourth District Court of Appeal opinion
PARTIES	Joseph G. Mogavero, Jr. v. State of Florida

TOPICS

- jury instructions
- statutory interpretation
- criminal procedure
- preservation of error
- appellate procedure

PRACTICE AREAS

criminal law

criminal procedure

jury instructions

statutory interpretation

appellate procedure

QUESTIONS PRESENTED

1. Whether the trial court improperly expanded the statutory mens rea for acting as a mortgage broker without a license by instructing the jury that knowledge could be constructive.
2. Whether the erroneous jury instruction constituted reversible error where the defendant's theory of defense disputed knowing commission of the offense.
3. Whether unobjected-to prosecutorial closing-argument comments constituted fundamental error.
4. Whether the trial court erred in giving a principals instruction or in finding no discovery violation.
5. Whether the convictions under section 687.141(1) supported revocation of probation.

HOLDINGS

1. The statutory term "knowingly" requires actual knowledge or awareness that the defendant is acting as a mortgage broker without a license; an instruction permitting conviction based on constructive knowledge improperly enlarges the offense.
2. The erroneous instruction was reversible because the jury might reasonably have been misled and the defendant's defense directly disputed the required knowledge.
3. The alleged prosecutorial errors were not fundamental error and were not preserved for review; however, the court noted that comments concerning Mogavero's reasons for consulting an attorney would be improper on retrial.
4. The two convictions under section 687.141(1) were sufficient to support revocation of probation.

KEY QUOTATIONS

"'Knowingly' means to act '[w]ith knowledge.'" (744 So. 2d at 1050)

"The use of the term 'knowingly' in section 494.0018(1) requires that a defendant have actual knowledge or awareness that he is acting as a mortgage broker without a license." (744 So. 2d at 1050)

"A trial court 'should not give instructions which are confusing, contradictory, or misleading.'" (744 So. 2d at 1050)

"Reversible error occurs when an instruction is not only an erroneous or incomplete statement of the law, but is also confusing or misleading...." (744 So. 2d at 1050)

FACTUAL BACKGROUND

Mogavero was convicted of acting as a mortgage broker without a license and collecting advance fees by a loan broker. At trial, he argued that he did not knowingly act as a mortgage broker without a license and claimed that the fees were for preparing a package and making an introduction. The trial court instructed the jury that knowledge could be actual or constructive, allowing conviction if Mogavero could have known of the relevant fact through reasonable care.

PROCEDURAL HISTORY

The trial court convicted Mogavero of two counts of acting as a mortgage broker without a license and two counts of collecting an advance fee by a loan broker, and revoked his probation in a separate case. The Fourth District reversed the two mortgage-broker convictions because the jury instruction improperly permitted conviction based on constructive rather than actual knowledge, affirmed the two section 687.141(1) convictions and the probation revocation, and remanded.

DISPOSITION

reversed_and_remanded

REMAND INSTRUCTIONS

The two convictions for acting as a mortgage broker without a license were reversed and the matter was remanded. The two convictions under section 687.141(1) and the revocation of probation were affirmed.

CASES CITED

- O'Neill v. State, 684 So. 2d 720, 722 n. 5 (Fla. 1996)
- Weber v. City of Fort Lauderdale, 675 So. 2d 696, 698 (Fla. 4th DCA 1996)
- State v. Jackson, 526 So. 2d 58, 59 (Fla. 1988)
- C.S. v. S.H., 671 So. 2d 260, 268 (Fla. 4th DCA 1996)
- Butler v. State, 493 So. 2d 451, 452 (Fla. 1986)
- Gerds v. State, 64 So. 2d 915, 916 (Fla. 1953)
- Gross v. Lyons, 721 So. 2d 304, 306 (Fla. 4th DCA 1998)
- Goldschmidt v. Holman, 571 So. 2d 422, 425 (Fla. 1990)
- Lewis v. State, 693 So. 2d 1055, 1059 (Fla. 4th DCA 1997), review denied, 700 So. 2d 686 (Fla. Sept. 30, 1997)
- DeFreitas v. State, 701 So. 2d 593, 602 (Fla. 4th DCA 1997) (Gunther, J., concurring)
- Lopez v. Singletary, 634 So. 2d 1054, 1058 (Fla. 1993)
- Stark v. Regency Highland Condominium Ass'n, 418 So. 2d 1058 (Fla. 4th DCA 1982)

OPINION

PER CURIAM.

744 So.2d 1048 (1999) Joseph G. MOGAVERO, Jr., Appellant, v. STATE of Florida, Appellee. Nos. 97-4276, 97-4280. District Court of Appeal of Florida, Fourth District. August 25, 1999. *1049 Elliot B. Kula of Miller, Kagan, Rodriguez & Silver, P.A., West Palm Beach, for appellant. Robert A. Butterworth, Attorney General, Tallahassee, and Elaine L. Thompson, Assistant Attorney General, West Palm Beach, for appellee.

GROSS, J. Joseph G. Mogavero, Jr. appeals his conviction of two counts of acting as a mortgage broker without a license and two counts of collection of an advance fee by a loan broker. See §§ 494.0018, 494.0025(3), 687.141(1), Fla. Stat. (1997).

In a separate case, Mogavero appeals the revocation of his probation. We reverse the convictions under Chapter 494, because the trial court's instruction on the elements of the crime improperly expanded it beyond its statutory definition.

We affirm the two convictions under section 687.141(1) and the revocation of probation. The trial court was required to charge the jury on the elements of the crime of acting as a mortgage broker without a license. Reading sections 494.0018(1) and 494.0025(3) together, the crime charged was "knowingly" acting as a mortgage broker in Florida without a current, active license issued by the Department of Banking and Finance.

One acts "knowingly" as a mortgage broker if he is aware that his conduct is of that nature. See *O'Neill v. State*, 684 So.2d 720, 722 n. 5 (Fla.1996). In its charge defining the crime, the trial court included the following language: [K]nowledge may be either actual or constructive, actual knowledge is knowledge known by a person. A person has constructive knowledge of fact if by the exercise of reasonable care he could have known of a fact.

This instruction improperly enlarged the scope of the crime beyond the language of the statute. Penal statutes are to be strictly construed in a manner most favorable to the accused. See *Weber v. City of Fort Lauderdale*, 675 So.2d 696, 698 (Fla. 4th DCA 1996); § 775.021(1), Fla. Stat. (1997). When the legislature defines a crime in specific terms, courts are without authority to define it differently. *1050 See *State v. Jackson*, 526 So.2d 58, 59 (Fla.1988).

The language in a statute should be given its plain and obvious meaning. See *C.S. v. S.H.*, 671 So.2d 260, 268 (Fla. 4th DCA 1996) (citation omitted). "Knowingly" means to act "[w]ith knowledge." BLACK'S LAW DICTIONARY 872 (6th ed.1990).

The ordinary meaning of the term "knowledge" is "being aware of something," WEBSTER'S NINTH NEW COLLEGIATE DICTIONARY 665 (1988), or "awareness, as of a fact or circumstance." THE RANDOM HOUSE DICTIONARY OF THE ENGLISH LANGUAGE UNABRIDGED 793 (1967).

The use of the term "knowingly" in section 494.0018(1) requires that a defendant have actual knowledge or awareness that he is acting as a mortgage broker without a license. The court's instruction on "constructive knowledge" went beyond this definition to allow a conviction on less than actual knowledge, when, by the exercise of reasonable care, the defendant could have known that he was acting as a mortgage broker.

A trial court "should not give instructions which are confusing, contradictory, or misleading." *Butler v. State*, 493 So.2d 451, 452 (Fla.1986); see *Gerds v. State*, 64 So.2d 915, 916 (Fla.1953). As we wrote in *Gross v. Lyons*, 721 So.2d 304, 306 (Fla. 4th DCA 1998), review granted, 732 So.2d 326 (Fla. May 4, 1999): Reversible error occurs when an instruction is not only an erroneous or incomplete statement of the law, but is also confusing or misleading....

The test is not whether a particular jury was actually misled, but "instead the inquiry is whether the jury might reasonably have been misled." (Citations omitted). See *Goldschmidt v. Holman*, 571 So.2d 422, 425 (Fla.1990).

Although a civil case, *Gross* is pertinent because the principles that underlie the giving of jury instructions are the same in civil and criminal cases. *Lewis v. State*, 693 So.2d 1055, 1059 (Fla. 4th DCA 1997) (Farmer, J., dissenting), review denied, 700 So.2d 686 (Fla. Sept.30, 1997). When a court erroneously charges a jury on the elements of a crime, the harmless error doctrine should be invoked with great caution.

In *Gerds*, the supreme court explained the constitutional significance of a correct charge to the jury on the elements of a crime: It is an inherent and indispensable requisite of a fair and impartial trial under the protective powers of our Federal and State Constitutions as contained in the due process of law clauses that a defendant be accorded the right to have a Court correctly and intelligently instruct the jury on the essential and material elements of the crime charged and required to be proven by competent evidence.

Such protection afforded an accused cannot be treated with impunity under the guise of 'harmless error'. 64 So.2d at 916 (citations omitted). One of *Mogavero's* defenses at trial was that he did not knowingly act as a mortgage broker without a license.

As his attorney argued in closing: Mr. *Mogavero* took a fee, but it wasn't to provide the services of a loan broker, it was to prepare a package, it was to provide an introduction, that's in his contract, you can see that, it's in it. He didn't knowingly act as a mortgage broker, that means he did not knowingly violate a statute.

Although there was substantial evidence that *Mogavero* knowingly violated the statute, the jury in this case might reasonably have been misled to convict him based on the less stringent state of mind standard contained in the jury instructions.

For these reasons, we reverse the two convictions for acting as a mortgage broker without a license. *Mogavero* next argues that certain of the prosecutor's comments during closing argument were error. At trial there was no objection to any of the alleged errors made by the prosecutor during closing argument.

Because none of the *1051 prosecutor's statements amounted to fundamental error, any error in the closing argument was not preserved for review. See *DeFreitas v. State*, 701 So.2d 593, 602 (Fla. 4th DCA 1997) (Gunther, J., concurring).

However, in the event of retrial, we note that the prosecutor's argument concerning the defendant's reasons for consulting with attorney David Corden were improper. We find no error in the giving of the instruction on principals, in light of the defendant's use of a corporation he controlled to handle funds received from the victims. See *Lewis*, 693 So.2d at 1057.

We also find no error in the trial court's determination that there had been no discovery violation. See *Lopez v. Singletary*, 634 So.2d 1054, 1058 (Fla.1993); *Stark v. Regency Highland Condominium Ass'n*, 418 So.2d 1058 (Fla. 4th DCA 1982).

On the appeal from the revocation of probation, we affirm. The two convictions under section 687.141(1) were sufficient to support a revocation of probation. Affirmed in part, reversed in part, and remanded. DELL and SHAHOOD, JJ., concur.