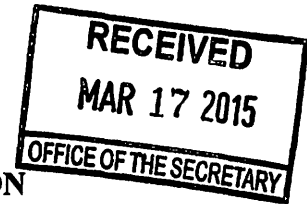


UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION



ADMINISTRATIVE PROCEEDING
File No. 3-16358

In the Matter of

**SPECTRUM CONCEPTS, LLC,
DONALD JAMES WORSWICK,
MICHAEL NICHOLAS GROSSO,
and MICHAEL PATRICK
BROWN,**

Respondents.

**DIVISION OF ENFORCEMENT'S
MOTION TO DEEM RESPONDENT
GROSSO IN DEFAULT PURSUANT TO
RULE 155(a)(2)**

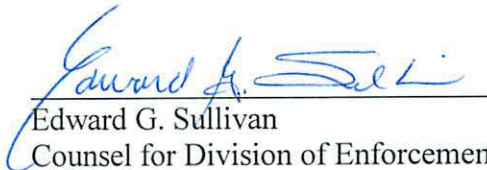
The Division of Enforcement (“the Division”) hereby moves the Court, pursuant to Rule 155(a)(2) of the Commission’s Rules of Practice, for an Order which deems Respondent Michael Nicholas Grosso to be in default.

The Commission initiated this proceeding by instituting the Order Instituting Proceedings (“OIP”) on January 23, 2015. As set forth in the four status reports that the Division previously filed regarding its efforts to obtain personal service of process on the Respondents in this case, Mr. Grosso was particularly difficult to obtain personal service of the OIP. The process server retained by the Division learned that Mr. Grosso recently moved from his last known address at [REDACTED]. Thereafter, the Division retained a skip tracer in its efforts to obtain service on Mr. Grosso who located him in Andes, NY. On February 23, 2015 at 1:45 pm, the OIP was personally served by process server Richard Cecce on Respondent Grosso. After reporting these facts in the Division’s filings, the Court entered an Order dated March 2, 2015 which concluded, among other things, that Grosso was personally served with OIP on February 25,

2015. Mr. Grosso's Answer was due not later than March 15, 2015. Since that date, Grosso has not filed an Answer to the OIP.

As Grosso has failed to file an Answer as Ordered by the Commission in the OIP and this case is scheduled for trial commencing May 11, 2015, the Division moves the Court to enter an order which deems Grosso to be in default pursuant to Rule 155(a)(2) of the Commission's Rules of Practice. That order of default should include as findings against Mr. Grosso, all of the relevant allegations that the OIP contains. Among those default findings is that Grosso received \$27,500 of investor proceeds from a co-respondent. (OIP, ¶6). That is the amount that should be ordered as disgorgement against Mr. Grosso. Mr. Grosso should also be ordered to pay prejudgment interest on that amount. A prejudgment interest calculator printout is attached hereto as Exhibit A showing that prejudgment interest on \$27,500 totals \$2,056.76. In addition, given the blatant nature of the prime bank fraudulent scheme outlined in the OIP, the fact that Mr. Grosso assisted his co-Respondents by selling the "Enhancement Agreements" (See OIP, ¶2) which promised outlandish returns ranging from 900% in 20 days to 4,627% annually (See OIP, ¶3), the Court should also impose at least a third tier civil penalty against Mr. Grosso, if not a separate third tier penalty for each of the investors who Grosso solicited and who invested through the use of the offering document "Enhancement Agreements." Finally, the default order against Mr. Grosso should include a directive that the Respondent cease and desist from further fraudulent conduct.

Respectfully submitted, this 16th day of March, 2015.


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U.S. Securities and Exchange Commission

Division of Enforcement

Prejudgment Interest Report

Michael Nicholas Grosso

Quarter Range	Annual Rate	Period Rate	Quarter Interest	Principal+Interest
Violation Amount				\$27,500.00
10/01/2012-12/31/2012	3%	0.75%	\$207.38	\$27,707.38
01/01/2013-03/31/2013	3%	0.74%	\$204.96	\$27,912.34
04/01/2013-06/30/2013	3%	0.75%	\$208.77	\$28,121.11
07/01/2013-09/30/2013	3%	0.76%	\$212.64	\$28,333.75
10/01/2013-12/31/2013	3%	0.76%	\$214.25	\$28,548.00
01/01/2014-03/31/2014	3%	0.74%	\$211.18	\$28,759.18
04/01/2014-06/30/2014	3%	0.75%	\$215.10	\$28,974.28
07/01/2014-09/30/2014	3%	0.76%	\$219.09	\$29,193.37
10/01/2014-12/31/2014	3%	0.76%	\$220.75	\$29,414.12
01/01/2015-02/28/2015	3%	0.48%	\$142.64	\$29,556.76
Prejudgment Violation Range			Quarter Interest Total	Prejudgment Total
10/01/2012-02/28/2015			\$2,056.76	\$29,556.76

