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STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF CORPORATIONS

TO: VAAGN GEVORKIAN
Doing business as MONEY AND CHECKS
1015 W. Florida
Hemet, CA 92544

CITATIONS
AND
DESIST AND REFRAIN ORDER
(Pursuant to California Financial Code section 23058)

The California Corporations Commissioner finds that:

1. Vaagn Gevorkian doing business as Money And Checks, hereinafter (“Licensee”) is, and was at all relevant times herein an individual with his principal place of business located at 1015 W. Florida, Hemet, CA 92544 (“Location 1”). Licensee has an additional business location at 7654 Woodman Avenue, Panorama City, CA 91402. (“Location 2”).

2. On or about May 31, 2006, Licensee obtained a license from the California Corporations Commissioner (“Commissioner”) to engage in the business of deferred deposit transactions at Location 1 and Location 2.

3. An examination of Licensee conducted by the Commissioner on August 27, 2007 disclosed the following violations for Citation A at Locations 1 and 2. The violation for Citation B was disclosed at Location 1.

Citation A. . Licensee failed to include disclosure in advertising that licensee is licensed by the Department of Corporations pursuant to the California Deferred Deposit Transaction Law in violation of Financial Code section 23027.

Citation B. Licensee violated California Financial Code section 23036(a) by taking excessive fees for deferred deposit transactions. The maximum fee allowed is 15% of the face value of the check. Licensee was taking 17 % of the face amount of the check on transactions on some transactions.

Pursuant to California Financial Code section 23058, Licensee is hereby ordered to pay to

1 the Commissioner an administrative penalty for Location 1 and Location 2 in the total amount
2 \$5,000 for the following Citations within 30 days from the date of these Citations.

3
4 Citation A. \$2,500

5 Citation B. \$2,500

6 Pursuant to California Financial Code section 23050, Licensee is hereby ordered to desist
7 and refrain from engaging in the business of deferred deposit transactions in the State of
8 California in violation of the above referenced sections.

9 These Citations and Desist and Refrain Order are necessary, in the public
10 interest, for the protection of consumers and is consistent with the purposes, policies and
11 provisions of the California Deferred Deposit Transaction Law. These Citations and Desist and
12 Refrain Order shall remain in full force and effect until further order of the Commissioner.

13 These Citations are separate from any further action that may include
14 other administrative, civil or criminal remedies that the Commissioner may take based upon the
15 violations of law cited herein or otherwise.

16 California Financial Code section 23058 provides, in relevant part:

17 (a) If, upon inspection, examination or investigation, based upon a
18 complaint or otherwise, the department has cause to believe that a person
19 is engaged in the business of deferred deposit transactions without a license,
20 . . . the department may issue a citation to that person in writing, describing
21 with particularity the basis of the citation. Each citation may contain . . . an
assessment of an administrative penalty not to exceed two thousand five hundred
dollars (\$2,500)

22 . . .

23 (c) If within 30 days from the receipt of the citation of the person cited fails
24 to notify the department that the person intends to request a hearing as
described in subdivision (d), the citation shall be deemed final.

25 (d) Any hearing held under this section shall be conducted in accordance with
26 Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2
of the Government Code

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California Financial Code section 23050 provides:

Whenever, in the opinion of the commissioner, any person is engaged in the business of deferred deposit transactions, as defined in this division, without a license from the commissioner, or any licensee is violating any provision of this division, the commissioner may order that person or licensee to desist and to refrain from engaging in the business or further violating this division. If, within 30 days, after the order is served, a written request for a hearing is filed and no hearing is held within 30 days thereafter, the order is rescinded.

The request for a hearing may be made by delivering or mailing a written request to:

Steven Thompson
Special Administrator
California Deferred Deposit Transaction Law
Department of Corporations
320 West 4th Street, Ste. 750
Los Angeles, California 90013-2344
(213) 576-7610

Dated: December 28, 2007
Los Angeles, CA

PRESTON DUFAUCHARD
California Corporations Commissioner

By _____
STEVEN C. THOMPSON
Special Administrator
California Deferred Deposit Transaction Law