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BEFORE THE DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION
OF THE STATE OF CALIFORNIA

In the matter of:)	
)	CDDTL LICENSE NO.: 1000871
THE COMMISSIONER OF FINANCIAL)	
PROTECTION AND INNOVATION,)	FIRST AMENDED ACCUSATION IN
)	SUPPORT OF ORDER REVOKING
Complainant,)	CALIFORNIA DEFERRED DEPOSIT
v.)	TRANSACTION LAW LICENSE OF
)	RESPONDENT CYCO FINANCIAL
CYCO FINANCIAL SERVICES CENTER, INC.)	SERVICES CENTER, INC.
)	
Respondent.)	

Complainant, the Commissioner of Financial Protection and Innovation (Commissioner) is informed and believes, and based upon such information and belief, alleges and charges Respondent Cyco Financial Services Center, Inc. as follows:

I.

Introduction

1. The Commissioner has jurisdiction over the licensing and regulation of persons and entities engaged in originating deferred deposit transactions under the California Deferred Deposit Transaction Law (CDDTL) (Fin. Code § 23000 et. seq).

2. Cyco Financial Services Center, Inc. (Cyco) is a California corporation licensed as a California deferred deposit transaction originator pursuant to the CDDTL with the license number 1000871. Cyco's principal place of business is located at 2037 B South Broadway, Santa Maria, California 93454.

3. A deferred deposit transaction is a written transaction whereby one person gives funds to another person upon receipt of a personal check along with an agreement that the personal check shall not be deposited until a later date. These transactions are also referred to as "payday advances" or "payday loans."

4. The original Accusation seeking revocation in the instant matter was issued on December 20, 2024, and served upon Christopher Cyr, Cyco's President, on January 10, 2025.

II.

Failure to Maintain Books and Records or Respond to the Commissioner's Demand

5. Financial Code section 23048(b) states that "The Commissioner may require the production for examination in this state of all books, records, and supporting data used by the licensee in the preparation of reports to the commissioner. The books, records, and supporting data shall be made available for examination by the commissioner in this state within 10 days after a written demand."

6. On November 30, 2023, the Commissioner commenced a regulatory examination of the books and records of Cyco (2023 Examination). Prior to starting the 2023 Examination, the Commissioner requested that Cyco provide books and records including but not limited to, the most recent quarterly financial statements as of December 31, 2022, March 31, 2023, June 30, 2023, and September 30, 2023, prepared in accordance with Generally Accepted Accounting Principles (GAAP).

7. Cyco did not provide quarterly financial statements for the time frame requested and the documents it provided were not prepared in accordance with GAAP.

8. On June 18, 2024, the Examiner (Examiner) assigned to the 2023 Examination sent another request to Cyco via email demanding it produce the last four quarterly Balance Sheets and

1 Income Statements as of December 31, 2022, March 31, 2023, June 30, 2023, and September 30,
2 2023, prepared in accordance with GAAP. Cyco failed to respond to the June 18, 2024 email.

3 9. On August 9, 2024, the Examiner sent another request to Cyco via email requesting
4 the four quarterly Balance Sheets and Income Statements. Cyco failed to respond to the August 9,
5 2024 email. In addition, the Examiner attempted to contact Cyco by telephone to no avail.

6 10. On November 1, 2024, the Commissioner sent a Demand Letter (Demand Letter) to
7 Cyco requesting that it produce the last four quarterly Balance Sheets and Income Statements as of
8 December 31, 2022, March 31, 2023, June 30, 2023, and September 30, 2023 pursuant to Financial
9 Code section 23048 within 10 days from the date of the letter.

10 11. To date, Cyco has failed to provide the documents requested from the Commissioner.

11 III.

12 **Failure to Maintain Records to Determine Net Worth**

13 12. Financial Code section 23007 and California Code of Regulations section 2025(b)
14 require each licensee to maintain records demonstrating minimum net worth requirements.

15 13. During the 2023 Examination, the Examiner determined that Cyco did not maintain
16 the required records to determine compliance with Financial Code section 23007.

17 IV.

18 **Failure to File Annual Report**

19 14. In accordance with Financial Code section 23026, all CDDTL licensees must file an
20 annual report with the Commissioner by March 15 of each year (Annual Report).

21 15. Cyco failed to submit its Annual Report for the year ending on December 31, 2024.
22 Cyco was notified on December 23, 2024, January 2, 2025, February 4, 2025, and March 3, 2025,
23 through emails to its designated email address that all licensed deferred deposit originators are to
24 complete and submit the Annual Report and Industry Survey for the calendar year 2024 online on
25 the DFPI's website through the self-service portal by March 15, 2025.

26 16. On April 1, 2025, the Commissioner sent a Final Notice letter to Cyco informing it
27 that if the 2024 Annual Report was not completed and filed by close of business on April 18, 2025,
28 its CDDTL license would be summarily revoked pursuant to Financial Code section 23053.

17. To date, Cyco has failed to file its Annual Report.

V.

Revocation Statute

18. Financial Code section 23007 provides as follows:

The applicant shall file with the application financial statements prepared in accordance with generally accepted accounting principles and acceptable to the commissioner that indicate a net worth of at least twenty-five thousand dollars (\$25,000). A licensee, regardless of the number of licensed locations, shall maintain a net worth of at least twenty-five thousand dollars (\$25,000) at all times.

19. Financial Code section 23052 provides in pertinent part:

The commissioner may suspend or revoke any license, upon notice and reasonable opportunity to be heard, if the commissioner finds any of the following:

(a) The licensee has failed to comply with any demand, ruling, or requirement of the commissioner made pursuant to and within the authority of this division.

(b) The licensee has violated any provision of this division or any rule or regulation made by the Commissioner under and within the authority of this division.

(c) A fact or condition exists that, if it had existed at the time of the original application for the license, reasonably would have warranted the commissioner in refusing to issue the license originally.

20. Financial Code section 23053 provides as follows:

The commissioner may by order summarily suspend or revoke the license of any licensee if that person fails to file the report required by Section 23026 within 10 days after notice by the commissioner that the report is due and not filed. If, after an order is made, a request for hearing is filed in writing within 30 days and the hearing is not held within 60 days thereafter, the order is deemed rescinded as of its effective date.

VI.

Conclusion

21. By reason of the foregoing, Cyco has violated provisions of the Financial Code by: (i) failing to maintain books, accounts and records that are in accordance with GAAP and good business practices, in violation of section 2026 of the California Code of Regulations; (ii) failing to maintain the required records to determine compliance with Financial Code section 23007; (iii) failing to file its annual report for the year ending 2024 in violation of Financial Code section 23026; and (iv) failing to produce books and records 10 days after a written demand by the Commissioner in violation of Financial Code section 23048(b).

VII.

Prayer

WHEREFORE, Complainant, the Commissioner of Financial Protection and Innovation, prays that the deferred deposit transaction license number 1000871 issued to Cyco be revoked pursuant to Financial Code sections 23052 and 23053.

Dated: April __, 2025
Los Angeles, California

KHALIL MOHSENI
Commissioner of Financial Protection and Innovation

By _____
NAMI R. KANG
Senior Counsel
Enforcement Division