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Acting California Corporations Commissioner
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8 BEFORE THE DEPARTMENT OF CORPORATIONS
9 OF THE STATE OF CALIFORNIA

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11 In the Matter of the Statement of Issues of THE) File Nos.: 100-2512 & 100-2513
CALIFORNIA CORPORATIONS)
12 COMMISSIONER,) ORDER DENYING CALIFORNIA
13) DEFERRED DEPOSIT TRANSACTION
Complainant,) LICENSE APPLICATIONS
14)
15 vs.)
16 ALTA DENA EXPRESS,)
17)
18 Respondent.)

19 The California Corporations Commissioner finds:

20 1. On March 10, 2005, Alta Dena, a general partnership, filed two (2) applications for
21 deferred deposit transaction licenses (File Nos. 100-2512 and 100-2513 hereinafter "applications")
22 with the California Corporations Commissioner ("Complainant" or "Commissioner") pursuant to the
23 CDDTL (Financial Code sections 23000 et. seq.), in particular, California Financial Code section
24 23005. The applications were for locations situated at 11302 E. Washington Boulevard, Whittier,
25 California 90606 and 10411 South Prairie Avenue, Inglewood, California 90303. The applications
26 identified Sunita Rancchodlal Patel ("S. Patel") and Kaushik Manilal Patel ("K. Patel") as the
27 general partners. S. Patel verified the applications as a partner of Alta Dena.
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1 2. Alta Dena has not filed any previous CDDTL application(s) with the Commissioner
2 and does not currently hold any CDDTL licenses issued by the Commissioner.

3 3. Included with the applications was a letter from S. Patel stating “Our Company was
4 doing the business of deffer (sic) Deposit transaction when we received the letter from the Dept. of
5 Corpo. (sic) Stated (sic) that we require new license to do the deffer (sic) deposit transactions. So,
6 we stop doing the deffer (sic) deposit transactions.”

7 4. On June 23, 2005, the Commissioner commenced an examination of Alta Dena to
8 determine if Alta Dena was engaging in unlicensed deferred deposit transaction business. The
9 examination revealed that Alta Dena had originated at least 41 deferred deposit transactions at its
10 Whittier location since January 1, 2005 through at least June 23, 2005 without a CDDTL license in
11 violation of California Financial Code section 23005.

12 5. Alta Dena was specifically aware that a CDDTL license was required in order to
13 engage in the business of deferred deposit transactions as (i) Alta Dena had received a written
14 notice from the Commissioner on or about February 8, 2005 that specifically informed Alta Dena
15 that it could not engage in the business of deferred deposit transactions unless and until it
16 obtained a CDDTL license(s) from the Commissioner, (ii) Alta Dena had applied with the
17 Commissioner for two (2) CDDTL licenses on March 10, 2005, and (iii) on March 30, 2005, the
18 Commissioner issued a deficiency letter to Alta Dena regarding the applications reiterating that it
19 could not engage in the business of deferred deposit transactions unless and until it obtained a
20 CDDTL license(s) from the Commissioner.

21 6. Alta Dena continued to engage in the business of deferred deposit transactions
22 without a license as described above notwithstanding two written notifications regarding
23 licensure and a written representation from Alta Dena that such unlicensed activities had ceased.

24 7. The June 23, 2005 examination of Alta Dena disclosed that Alta Dena continued to
25 engage in deferred deposit transactions through at least June 23, 2005, and as such, the
26 representation of Alta Dena submitted to the Commissioner with the applications that Alta Dena had
27 ceased deferred deposit transaction business at least as of March 10, 2005 or earlier was false.
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1 8. Alta Dena has committed over 41 violations of California Financial Code section
2 23005.

3 9. Alta Dena has made a false statement of material fact in its applications.

4 10. Alta Dena is incapable of operating his business in compliance with the CDDTL as
5 demonstrated by its flagrant and continuous pattern of violations.

6 11. It is in the best interests of the public to deny Alta Dena’s applications for CDDTL
7 licenses.

8 12. Engaging in deferred deposit transaction business without a license in violation of
9 California Financial Code section 23005 and making a false statement of material fact in a license
10 application(s) are grounds under California Financial Code section 23011 to deny license
11 application(s) issued under the CDDTL.

12 13. On July 19, 2005, the Commissioner issued a Notice of Intention to Issue Order
13 Denying California Deferred Deposit Transaction License Applications, Statement of Issues, and
14 accompanying documents against Alta Dena based upon the above, and Alta Dena was personally
15 served with those documents on July 20, 2005. The Department has received no request for a
16 hearing from Alta Dena and the time to request a hearing has expired.

17 NOW GOOD CAUSE APPEARING THEREFORE, it is hereby ordered that the applications
18 for CDDTL licenses filed by Alta Dena are hereby denied. This order is effective as of the date
19 hereof.

20 Dated: August 5, 2005
21 Los Angeles, CA

WAYNE STRUMPFER
Acting California Corporations Commissioner

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23 By _____
24 Steven C. Thompson
25 Special Administrator
26 California Deferred Deposit Transaction Law
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