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8 Attorneys for Complainant

9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA

11 In the Matter of the Accusation of THE) File No.: 963-2058
CALIFORNIA CORPORATIONS)
12 COMMISSIONER,) ACCUSATION
13)
Complainant,)
14)
15 vs.)
16 CALIBER ESCROW, INC.,)
17 Respondent.)
18)

19 The Complainant is informed and believes and based upon such information and belief,
20 alleges and charges as follows:

21 I

22 Caliber Escrow, Inc. (“Respondent” or “Caliber Escrow”) is an escrow agent licensed by the
23 California Corporations Commissioner (“Commissioner” or “Complainant”) pursuant to the Escrow
24 Law of the State of California (California Financial Code Section 17000 *et seq.*).

25 II

26 Pursuant to Financial Code section 17406, all licensees under the Escrow Law are required to
27 file an annual audit report containing audited financial statements (“audit report”) within one
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1 hundred and five (105) days after the close of their fiscal year. Respondent’s fiscal year end is July
2 31. Accordingly, Respondent was required to file its audit report on or before November 15, 2007.

3 On or about June 4, 2007, Complainant notified Respondent in writing that its audit report
4 was due November 15, 2007. Respondent failed to file the audit report by November 15, 2007.

5 On or about December 27, 2007, a follow up letter was sent to Respondent concerning its
6 failure to file the audit report. Respondent was notified in the letter that failure to file the audit
7 report could result in assessment of penalties, a special examination and/or administrative action.

8 Respondent did not file the audit report until April 24, 2008 – 160 days after the time
9 required by Financial Code section 17406.

10 III

11 Financial Code section 17602.5 provides in pertinent part as follows:

12 If any licensed escrow agent fails to make any reports required by law
13 or by the commissioner within ten (10) days from the date designated
14 for the making of the reports, or within any extension of time granted
15 by the commissioner, . . . such failure shall constitute grounds for
the suspension or revocation of the license held by such escrow agent.

16 Financial Code section 17608 provides in pertinent part:

17 The commissioner may, after notice and a reasonable opportunity to
18 be heard, suspend or revoke any license if he finds that:

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

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22 IV

23 Complainant finds that, by reason of the foregoing, Respondent has violated Financial Code
24 section 17406, which constitutes grounds for the suspension of its escrow agent’s license.

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WHEREFORE, IT IS PRAYED that the Respondent's escrow agent's license be suspended for a period of two weeks.

Dated: May 28, 2008
Sacramento, CA

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____
Brent S.B. Lindgren
Senior Corporations Counsel