

1 WAYNE STRUMPFER  
Acting California Corporations Commissioner  
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Acting Deputy Commissioner  
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6 Attorneys for the Complainant

7 **BEFORE THE DEPARTMENT OF CORPORATIONS**  
8 **OF THE STATE OF CALIFORNIA**

9 THE CALIFORNIA CORPORATIONS  
10 COMMISSIONER,

11 Complainant

12 vs.

13 CALIFORNIA FINANCIAL NETWORK, INC.  
(ANTHONY HAROLD BARKATE, DBA);  
14 ANTHONY HAROLD BARKATE, as an  
individual,

15 Respondents.  
16

File No.: 7301

ORDER REVOKING INVESTMENT  
ADVISER CERTIFICATE OF CALIFORNIA  
FINANCIAL NETWORK, INC. (ANTHONY  
HAROLD BARKATE, DBA)

(CALIFORNIA CORPORATIONS CODE  
SECTIONS 25232 AND 25233)

17  
18 1. Respondent, California Financial Network (Anthony Harold Barkate, DBA)  
19 (“California Financial Network, Inc.” or Respondent) holds a valid and unrevoked investment  
20 adviser certificate issued by the California Corporations Commissioner (“Commissioner”) in  
21 April, 1984, pursuant to California Corporations Code section 25230. California Financial  
22 Network, Inc., is a sole proprietorship investment adviser business located at 4700 Stockdale  
23 Highway, Suite 108, Bakersfield, California 93309. Barkate is the owner, managing director and  
24 control person of California Financial Network, Inc. The current business address is 4700  
25 Stockdale Highway, Suite 108, Bakersfield, California 93309.

26 2. In September 4, 1997, Barkate executed a registered representative agreement with  
27 Securities Network , Inc. (“SSN”), providing he would operate California Financial Network, Inc.  
28 as an SSN Office of Supervisory Jurisdiction. The agreement expressly prohibited Barkate from

1 offering or selling any security to any purchaser without prior written approval of SSN. The  
2 agreement also required Barkate to disclose in writing all sources of outside income.

3 On September 18, 1997, Barkate submitted his first outside business activity form to SSN,  
4 and he represented that he had outside income from advisory fees and insurance commissions.

5 In March, 1998, Barkate became involved with various TLC entities ("TLC instruments").  
6 The TLC instruments provided investors with a tax lien certificate that represented the right to  
7 collect delinquent taxes on real property.

8 In July, 1998, Barkate completed his first three sales of TLC instruments for a total of  
9 \$278,896.00, resulting in upfront commissions of \$13,388.00 and deferred commissions of  
10 \$3,693.00. From July, 1998 through March, 1999, Barkate, while associated with SSN, solicited  
11 and sold \$6.8 Million in TLC instruments. Barkate received a total of \$400,144.00 in  
12 commissions from TLC instruments. Barkate admits that he did not provide SSN with prior  
13 written notice of his intent to sell the TLC instruments.

14 3. On December 29, 2005, the Commissioner personally served Barkate with copies of the  
15 following documents: (1) Notice of Intention to enter Orders Revoking Any Investment Adviser  
16 Certificate of California Financial Network, Inc. (Anthony Harold Barkate, DBA) and Barring  
17 Anthony Harold Barkate from Any Position of Employment, Management or Control of Any  
18 Investment Adviser, Broker-Dealer or Commodity Adviser; (2) Accusation; (3) Statement to  
19 Respondent; (4) Notice of Defense (Re: Revocation); (5) Notice of Defense (re: Bar); and (6)  
20 Government Codes section 11507.5, 11507.6 and 11507.7.

21 4. As of this date California Financial Network, Inc. has not requested a hearing on this  
22 matter within 30 days after the Personal Service of the documents referenced in paragraph 3,  
23 above.

24 Based upon the foregoing, the Commissioner finds it is in the public interest to revoke the  
25 investment adviser certificate of Respondent California Financial Network, Inc, (Anthony Harold  
26 Barkate, DBA).

27 GOOD CAUSE APPEARING THEREFORE, pursuant to California Corporations Code  
28 section 25232, subdivision (d)(2) and 25233, it is hereby ordered that Respondent California

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Financial Network, Inc. (Anthony Harold Barkate, DBA)'s investment adviser certificate is  
revoked. This order is effective immediately.

Dated: February 6, 2006

WAYNE STRUMPFER  
Acting California Corporations Commissioner

By: -----

ALAN S. WEINGER  
Acting Deputy Commissioner  
Enforcement Division