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10 BEFORE THE DEPARTMENT OF CORPORATIONS
11 OF THE STATE OF CALIFORNIA
12

13 In the Matter of the Accusation of THE) File No.: 963-2349
14 CALIFORNIA CORPORATIONS)
15 COMMISSIONER,) ACCUSATION
16)
Complainant,)
17)
vs.)
18)
CHEETAH ESCROW SERVICES, INC.,)
19)
Respondent.)
20)
_____)

21
22 The Complainant is informed and believes and based upon such information and belief,
23 alleges and charges as follows:

24 I

25 CHEETAH ESCROW SERVICES, INC. (“Respondent” or “CHEETAH”) is an escrow
26 agent licensed by the California Corporations Commissioner ("Commissioner" or "Complainant")
27 pursuant to the Escrow Law of the State of California (California Financial Code Section 17000 et
28 seq.).

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II

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

On or about November 14, 2006, Complainant notified Respondent in writing that its Annual Report was due April 15, 2007. Respondent failed to file the Annual Report by April 15, 2007.

On or about May 9, 2007, a follow up letter was sent to Respondent concerning its failure to file the Annual Report. Respondent was notified in the letter that failure to file to the Annual Report could result in assessment of penalties, a special examination and/or administrative action.

Respondent has yet to file the Annual Report as required by Financial Code section 17406.

III

Financial Code section 17602.5 provides in pertinent part as follows:

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

Financial Code section 17608 provides in pertinent part:

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

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

IV.

Complainant finds that, by reason of the foregoing, CHEETAH has violated Financial Code 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 until such time as Respondent files its Annual Report for the fiscal year end December 31, 2006 or for a period of one month, whichever period is greater.

Dated: March 28, 2008
Sacramento, CA

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____
Marisa I. Urteaga-Watkins
Corporations Counsel