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Attorneys for Complainant

BEFORE THE DEPARTMENT OF BUSINESS OVERSIGHT
OF THE STATE OF CALIFORNIA

| | | |
|------------------------------|---|--------------------------------|
| In the Matter of: |) | CFL LICENSE NO.: 6073357 |
| |) | |
| THE COMMISSIONER OF BUSINESS |) | CITATION PURSUANT TO FINANCIAL |
| OVERSIGHT, |) | CODE SECTION 22707.5 |
| |) | |
| Complainant, |) | |
| |) | |
| v. |) | |
| |) | |
| DENOVO GROUP, INC., |) | |
| |) | |
| Respondent. |) | |

Jan Lynn Owen, the Commissioner of Business Oversight (Commissioner), finds the following:

I.
FACTUAL BACKGROUND

1. Denovo Group, Inc., is a California company, with a principal place of business at 1236 West Shaw Avenue, Fresno, California 93711.
2. Denovo Group, Inc., is licensed as a finance lender under the California Finance Lenders Law (CFLL) with license number 6073357 (Respondent).

1 3. In accordance with Financial Code section 22159, CPLL licensees must file an
2 annual report with the Commissioner by March 15th of each year (Annual Report).

3 4. On March 6, 2017, the Commissioner notified CPLL licensees of the March 15th
4 deadline to file their annual reports for the 2016 reporting year by sending notice to the email
5 address each CPLL licensee established pursuant to the Commissioner’s Order on Electronic
6 Communications, dated November 22, 2013.

7 5. As of March 22, 2017, Respondent had not filed its 2016 Annual Report with the
8 Commissioner. As a result, the Commissioner issued a notice letter to Respondent on March 22,
9 2017, advising Respondent that it should file its 2016 Annual Report by before April 11, 2017 or
10 else its license would be summarily revoked pursuant to Financial Code section 22715.

11 6. As of April 11, 2017, Respondent had not filed its 2016 Annual Report with the
12 Commissioner. As a result, on April 19, 2017, the Commissioner issued an order pursuant to
13 Financial Code section 22715 summarily revoking the CPLL license of Respondent (Revocation
14 Order).

15 7. On June 26, 2017, Respondent submitted its 2016 Annual Report, which was due
16 on March 15, 2017.

17 8. In reliance upon these facts, on June 29, 2017, the Commissioner issued an order
18 rescinding the earlier Revocation Order, which had been issued on April 19, 2017.
19 Consequently, as of June 29, 2017, Respondent’s licensure under the CPLL was restored.

20
21 **II.**

22 **CITATION**

23 Financial Code section 22707.5, subdivision (a), provides in relevant part:

24 (a) If, upon inspection, examination, or investigation, the
25 commissioner has cause to believe that a licensee or other person is
26 violating any provision of this division or any rule or order
27 thereunder, the commissioner or his or her designee, may issue a
28 citation to the licensee or person in writing, describing with
particularity the basis of the citation In addition, each citation
may assess an administrative fine not to exceed two thousand five
hundred dollars (\$2,500)

1 Based on the foregoing, Respondent failed to file an annual report with the Commissioner by
2 March 15, 2017 in violation of Financial Code section 22159. The Commissioner hereby assesses
3 Respondent an administrative fine of \$2,500.00 pursuant to Financial Code section 22707.5,
4 subdivision (a). Respondent is hereby ordered to pay the Commissioner an administrative fine of
5 \$2,500.00 for the above citation within 30 days from the date of this citation.

6 Respondent must pay this fine with a cashier’s check made payable to the Department of
7 Business Oversight for the amount of \$2,500.00 and shall submit that check to the following address
8 within thirty (30) days from the date of this citation: ATTN: Accounting – Litigation, Department of
9 Business Oversight, 1515 K Street, Suite 200, Sacramento, California 95814. Notice of the payment
10 shall be sent to: Kelly Suk, Counsel, Department of Business Oversight, 320 West 4th Street, Suite
11 750, Los Angeles, California 90013.

13 Dated: June 29, 2017
14 Sacramento, California

JAN LYNN OWEN
Commissioner of Business Oversight

16 By: _____
17 MARY ANN SMITH
18 Deputy Commissioner
19 Enforcement Division

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