

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 LINDSAY B. HERRICK (SBN 224986)
Corporations Counsel
4 Department of Corporations
1515 K Street, Ste. 200
5 Sacramento, California 95814
Telephone: (916) 322-8778 Fax: (916) 445-6985
6 Attorneys for Complainant

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

10 In the Matter of THE CALIFORNIA) File No.: 963-2587
CORPORATIONS COMMISSIONER,)
11 Complainant,) ORDER SUMMARILY REVOKING ESCROW
12 vs.) AGENT’S LICENSE PURSUANT TO
13 ECHELON ESCROW, INC.,) FINANCIAL CODE SECTION 17207
14 Respondent.)
15)
16)

17 TO: ECHELON ESCROW, INC.
4740 Green River Road, Suite 210C
18 Corona, California 92880

19 Respondent, Echelon Escrow, Inc., holds an Escrow Agent’s License, number 963-2587,
20 from the Commissioner, but to date has failed to paid its annual assessment as required by Financial
21 Code section 17207, specifically invoice number ES0215, due June 30, 2010, even though the
22 Commissioner sent notice of the assessment to the Respondent on or about May 30, 2010.

23 Because Respondent failed to timely pay the annual assessment, Respondent’s Escrow
24 Agent’s License is subject to summary revocation by the Commissioner under Financial Code
25 section 17207(e)(4).

26 THEREFORE, GOOD CAUSE APPEARING, pursuant to Financial Code section
27 17207(e)(4), Respondent’s Escrow Agent’s License is hereby revoked. Respondent is ordered and
28 directed to discontinue acceptance or processing of any escrow or joint control business, and the

1 taking of any money, documents, or other property in connection herewith effective April 15, 2011.

2 Respondent is hereby notified that, pursuant to Financial Code section 17207(e)(5), if, after
3 the issuance of this Order, a written request for a hearing filed, and a hearing is not held within 60
4 days thereafter, this Order is rescinded as of its effective date. A written request for hearing may be
5 made by delivering or mailing the request to:

6 Lindsay B. Herrick
7 Corporations Counsel
8 Department of Corporations
9 1515 K Street, Suite 200
10 Sacramento, California 95814

11 During any period when Respondent’s Escrow Agent’s License is revoked, Respondent shall
12 not conduct business under the Escrow Law (California Financial Code section 17000 et seq.),
13 except as may be permitted by order of the Commissioner. The revocation of Respondent’s Escrow
14 Agent’s License, however, does not affect the powers of the Commissioner as provided under the
15 Escrow Law.

16 Dated: April 15, 2011
17 Sacramento, CA

18 PRESTON DuFAUCHARD
19 California Corporations Commissioner

20 By _____
21 Lindsay B. Herrick
22 Corporations Counsel

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BEFORE THE DEPARTMENT OF CORPORATIONS
OF THE STATE OF CALIFORNIA

In the matter of) File No.: 963 2587
)
)
ECHELON ESCROW, INC.)
)
a licensee under the Escrow Law)

ORDER TO DISCONTINUE ESCROW ACTIVITIES PURSUANT
TO SECTION 17415, CALIFORNIA FINANCIAL CODE

TO: ECHELON ESCROW, INC.
4740 Green River Rd., Suite 210C
Corona, CA 92880

THE CALIFORNIA CORPORATIONS COMMISSIONER FINDS THAT:

ECHELON ESCROW, INC. has failed to comply with the bonding requirements of the Escrow Law (California Financial Code, Section 17202) in that effective September 30, 2010, Bond No. 41177832 issued by Platte River Insurance Company in favor of ECHELON ESCROW, INC. expired and no replacement bond has been obtained.

1 Based upon the foregoing, ECHELON ESCROW, INC. is conducting escrow business in
2 violation of Section 17202 of the Financial Code and is conducting business in an unsafe and
3 injurious manner as to render further operations hazardous to the public or to customers.

4 NOW, BASED ON THE FOREGOING, AND GOOD CAUSE APPEARING
5 THEREFORE, it is hereby ORDERED, under the provisions of Section 17415 of the California
6 Financial Code, that ECHELON ESCROW, INC. immediately discontinue acceptance of any new
7 escrow or joint control business, and of money, documents or other property in connection
8 therewith.

9 THIS ORDER is to remain in full force and effect until further order of the Commissioner.

10 Section 17415 of the Financial Code provides as follows:

11 (a) If the commissioner, as a result of any examination or from
12 any report made to him or her, shall find that any person subject to this
13 division is in an insolvent condition, is conducting business in such an
14 unsafe or injurious manner as to render further operations hazardous to the
15 public or to customers, has failed to comply with the provisions of Section
16 17212.1 or 17414.1, has permitted its tangible net worth to be lower than
17 the minimum required by law, has failed to maintain its liquid assets in
18 excess of current liabilities as set forth in Section 17210, or has failed to
19 comply with the bonding requirements of Chapter 2 (commencing with
20 Section 17200) of this division, the commissioner may, by an order
21 addressed to and served by registered or certified mail or by personal
22 service on such person and on any other person having in his or her
23 possession or control any escrowed funds, trust funds or other property
24 deposited in escrow with said person, direct discontinuance of the
25 disbursement of trust funds by the parties or any of them, the receipt of
26 trust funds, the delivery or recording of documents received in escrow, or
27 other business operations. No person having in his or her possession any of
28 these funds or documents shall be liable for failure to comply with the
order unless he or she has written notice of the order. Subject to
subdivision (b), the order shall remain in effect until set aside by the
commissioner in whole or in part, the person has been adjudged bankrupt,
or pursuant to Chapter 6 (commencing with Section 17621) of this division
the commissioner has assumed possession of the escrow agent.

(b) Within 15 days from the date of any order pursuant to
Subdivision (a), the person may request a hearing under the Administrative
Procedure Act, Chapter 5 (commencing with Section 11500) of Division 3
or Title 2 of the Government Code. Upon receipt of a request, the matter
shall be set for hearing to commence within 30 days after such receipt
unless the person subject to this division consents to a later date. If no

1 hearing is requested 15 days after the mailing or service of such notice and
2 none is ordered by the commissioner, the failure to request a hearing shall
3 constitute a waiver of the right to a hearing. Neither the request for a
4 hearing nor the hearing itself shall stay the order issued by the
5 commissioner under subdivision (a).

6 Dated: September 30, 2010
7 Los Angeles, California

8 Preston DuFauchard
9 California Corporations Commissioner

10 By _____
11 Kathleen R. Partin
12 Special Administrator
13 (213) 576-7595
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