

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 WAYNE STRUMPFER
3 Deputy Commissioner
ALAN S. WEINGER (CA BAR NO. 86717)
4 Lead Corporations Counsel
5 JOAN E. KERST (CA BAR NO. 123351)
Senior Corporations Counsel
6 Department of Corporations
71 Stevenson Street, Ste. 2100
7 San Francisco, California 94102
8 Telephone: (415) 972-5847
9 Facsimile: (415) 972-8550
Attorneys for Complainant

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

12)
13 In the Matter of) File Nos.: 100-3548, 100-3549
14 THE CALIFORNIA CORPORATIONS)
COMMISSIONER,) ORDER DENYING CALIFORNIA
15 Complainant,) DEFERRED DEPOSIT TRANSACTION
16 vs.) LAW APPLICATIONS PURSUANT TO
17 Faas Financial, Inc., and) FINANCIAL CODE SECTION 23011
18 Faas Financial, Inc., doing business as FFI Payday)
Loans,)
19)
20 Respondents.

21 Complainant, the California Corporations Commissioner, (“Commissioner”) of the
22 Department of Corporations ("Department") finds:

- 23 1. The Commissioner is responsible for enforcing the California Deferred Deposit
24 Transaction Law (“CDDTL”) set forth in California Financial Code section 23000 et seq.
25 2. Leonard Faas incorporated Respondent, Faas Financial, Inc., which also did business as
26 FFI Payday Loans. Pursuant to Financial Code section 22005 Respondent applied for two CDDTL
27 license (File Nos., 100-3548 and 100-3549, hereinafter, "applications") from the Department.
28 Respondents’ applications respectively were for locations at 28282 Old Town Front Street,

1 Temecula, California 92590 and 31610 Railroad Canyon Road, Canyon Lake, California 92560.
2 Complainant in his Accusation and Statement of Issues alleged that Respondent violated
3 provisions of the CDDTL and that the Complainant has authority to enforce the CDDTL.

4 4. Section 23011 states the grounds for denial of a CDDTL application, in part, stating:

5 (a) Upon reasonable notice and the opportunity to be heard, the commissioner
6 may deny the application for any of the following reasons:

7 (1) Any false statement of material fact has been made in the application.

8 (2) Any officer, director, general partner, or person owning or controlling,
9 directly or indirectly, 10 percent or more of the outstanding interests or
10 equity securities of the applicant has, within the last 10 years (A) been
11 convicted of or pleaded nolo contendere to a crime, or (B) committed any
12 act involving dishonesty, fraud, or deceit, if the crime or act is
13 substantially related to the qualifications, functions, or duties of a person
14 engaged in business in accordance with this division.

15 (3) The applicant or any officer, director, or general partner, or person
16 owning or controlling, directly or indirectly, 10 percent or more of the
17 outstanding interests or equity securities of the applicant has violated any
18 provision of this division or the rules thereunder or any similar regulatory
19 scheme of the State of California or a foreign jurisdiction.

20 5. Respondent pursuant to a settlement agreement agrees to, inter alia, the Commissioner’s
21 denial pursuant to section 23011 of an Order Denying Respondent’s CDDTL applications. The
22 settlement agreement is incorporated herein by reference.

23 NOW, BASED UPON THE FOREGOING, AND GOOD CAUSE APPEARING, it is hereby
24 ORDERED under the provisions of section 22011 that Respondent’s above-described CDDTL
25 applications are denied, without prejudice. This Order is effective as of the date hereof.

26 Dated: May 13, 2008
27 Los Angeles, California

28 PRESTON DuFAUCHARD
California Corporations Commissioner

By _____

ALAN S. WEINGER
Lead Corporations Counsel
Attorney for Complainant