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**STATE OF CALIFORNIA**  
**BUSINESS, TRANSPORTATION AND HOUSING AGENCY**  
**DEPARTMENT OF CORPORATIONS**

**TO: SURJIT SINGH**  
**DBA STOP-N-SHOP LIQUOR, INC.**  
**4588 E. Shields Avenue**  
**Fresno, CA 93726**

**CITATIONS**  
**AND**  
**DESIST AND REFRAIN ORDER**  
**(Pursuant to California Financial Code section 23058)**

The California Corporations Commissioner finds that:

1. Surjit Singh dba Stop-N-Shop Liquor #2, hereinafter (“Licensee”) is, and was at all relevant times herein an individual conducting business in California with his principal place of business located at 4588 E. Shields Avenue, Fresno, CA 93726.

2. On or about May 12, 2005, Licensee obtained a license from the California Corporations Commissioner (“Commissioner”) to engage in the business of deferred deposit transactions at 4588 E. Shields Avenue, Fresno, CA 93726.

3. An examination of Licensee conducted by the Commissioner on December 6, 2007 disclosed the following violations at 4588 E. Shields Avenue, Fresno, CA 93726.

Citation A. Licensee failed to conspicuously post its license in its place of business in violation of California Financial Code section 23018.

Citation B. Licensee failed to post required notice in conspicuous view of the public in violation of Financial Code sections 23019 and 23035 (d).

Citation C. Licensee failed to provide the notice with required disclosures to customers prior to entering into deferred deposit transactions in violation of Financial Code section 23035 (c).

Citation D. Licensee failed to include disclosure that customer cannot be prosecuted or threatened with prosecution to collect a deferred deposit transaction in the Agreement in violation of California Financial Code section 23035 (e) (9).

1 Citation E. The Agreement failed to contain disclosure that licensee cannot accept  
2 collateral in connection with a deferred deposit transaction in violation of Financial Code section  
3 23035 (e) (10).

4 Citation F. Licensee failed to include disclosure that licensee cannot make a deferred  
5 deposit transaction contingent on the purchase of another product or service in the Agreement in  
6 violation of California Financial Code section 23035 (e) (11).

7 Pursuant to California Financial Code section 23058, Licensee is hereby ordered to pay to  
8 the Commissioner an administrative penalty in the total amount \$10,000 for the following  
9 Citations within 30 days from the date of these Citations.

10  
11 Citation A. \$500

12 Citation B. \$2,500

13 Citation C. \$2,500

14 Citation D. \$1,500

15 Citation E. \$1,500

16 Citation F. \$1,500

17 Pursuant to California Financial Code section 23050, Licensee is hereby ordered to desist  
18 and refrain from engaging in the business of deferred deposit transactions in the State of  
19 California in violation of the above referenced sections.

20 These Citations and Desist and Refrain Order are necessary, in the public  
21 interest, for the protection of consumers and is consistent with the purposes, policies and  
22 provisions of the California Deferred Deposit Transaction Law. These Citations and Desist and  
23 Refrain Order shall remain in full force and effect until further order of the Commissioner.

24 These Citations are separate from any further action that may include other  
25 administrative, civil or criminal remedies that the Commissioner may take based upon the  
26 violations of law cited herein or otherwise.

27 California Financial Code section 23058 provides, in relevant part:

- 28 (a) If, upon inspection, examination or investigation, based upon a  
complaint or otherwise, the department has cause to believe that a person

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is engaged in the business of deferred deposit transactions without a license, . . . the department may issue a citation to that person in writing, describing with particularity the basis of the citation. Each citation may contain . . . an assessment of an administrative penalty not to exceed two thousand five hundred dollars (\$2,500) . . . .

. . .  
(c) If within 30 days from the receipt of the citation of the person cited fails to notify the department that the person intends to request a hearing as described in subdivision (d), the citation shall be deemed final.

(d) Any hearing held under this section shall be conducted in accordance with Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code . . . .

California Financial Code section 23050 provides:

Whenever, in the opinion of the commissioner, any person is engaged in the business of deferred deposit transactions, as defined in this division, without a license from the commissioner, or any licensee is violating any provision of this division, the commissioner may order that person or licensee to desist and to refrain from engaging in the business or further violating this division. If, within 30 days, after the order is served, a written request for a hearing is filed and no hearing is held within 30 days thereafter, the order is rescinded.

The request for a hearing may be made by delivering or mailing a written request to:

Steven Thompson  
Special Administrator  
California Deferred Deposit Transaction Law  
Department of Corporations  
320 West 4<sup>th</sup> Street, Ste. 750  
Los Angeles, California 90013-2344  
(213) 576-7610

Dated: May 22, 2008  
Los Angeles, CA

PRESTON DUFAUCHARD  
California Corporations Commissioner

By \_\_\_\_\_  
STEVEN C. THOMPSON  
Special Administrator  
California Deferred Deposit Transaction Law