	1 2 3 4	CLOTHILDE V. HEWLETT Commissioner MARY ANN SMITH Deputy Commissioner DANIEL P. O'DONNELL Assistant Chief Counsel NOAH M. BEAN (State Bar No. 257657)		
vauon	5 6 7	Senior Counsel Department of Financial Protection and Innovation 2101 Arena Blvd. Sacramento, California 95834 Telephone: (916) 936-7478 Facsimile: (916) 928-7929		
711111	8	Attorneys for Complainant		
וככנוסוו מוומ	9 10 11	BEFORE THE DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION OF THE STATE OF CALIFORNIA		
Calitotina – Departinent of Financial Frotection and finitovation	12 13 14 15 16 17 18 19 20 21	In the Matter of: THE COMMISSIONER OF FINANCIAL PROTECTION AND INNOVATION, Complainant. v. ALR CAPITAL GROUP LLC, Respondent.))) CFL LICENSE Nos.: 60DBO-100249, 60DBO-109005, 60DBO-109417) ACCUSATION IN SUPPORT OF ORDER REVOKING LICENSES PURSUANT TO FINANCIAL CODE SECTION 22714))	
State of	22 23 24 25 26 27 28			

The Complainant, the Commissioner of Financial Protection and Innovation (Commissioner), is informed and believes, and based upon such information and belief, alleges and charges as follows:

I.

Introduction

- 1. The Commissioner has jurisdiction over the licensing and regulation of persons and entities engaged in the business of finance lending or brokering under the California Financing Law (CFL) (Cal. Fin. Code § 22000 et seq.)¹
- 2. Respondent ALR CAPITAL GROUP LLC (Respondent) is a Delaware limited liability company with its principal place of business at 570 Lake Cook Road, Suite 120, Deerfield, Illinois 60015. Respondent is licensed by the Commissioner under the CFL with the license numbers 60DBO-100249, 60DBO-109005, and 60DBO-109417.

II.

Violation and Citation

- 3. Under Section 22150, the Commissioner may make general rules and regulations and specific rulings, demands, and findings for the enforcement of, and within the general purposes of, the CFL.
- Pursuant to a Commissioner's Order on Electronic Communications, dated November
 22, 2013, each CFL licensee must establish an email address for communications from the
 Commissioner (Designated Email Address).
- 5. Under California Code of Regulations, Title 10, Section 1422.4, which went into effect on October 1, 2021, all CFL licensees were required to transition to the Nationwide Multistate Licensing System and Registry (NMLS) by December 31, 2021. On December 16, 2021, Complainant extended the deadline to transition to NMLS to March 15, 2022. On March 7, 2022, Complainant again extended the deadline to transition to NMLS to March 31, 2022.

¹ Cal. Fin. Code § 22000, *et seq*. All subsequent statutory references are to the California Financial Code unless otherwise specified.

6. Complainant provided notice of this requirement to Respondent – via email to the
Designated Email Address provided by each CFL licensee on July 20, 2021, September 16, 2021,
October 14, 2021, November 8, 2021 and December 16, 2021. Complainant also provided notice vi
email to each CFL licensee that had not yet transitioned to NMLS, including Respondent, on March
7, 2022, and again via email and mail on March 28, 2022. Complainant provided further notice of
this requirement over the telephone - Complainant made at least two calls to the designated
telephone number provided by each CFL licensee, including Respondent – between February 1 and
March 15, 2022.

- 7. Complainant determined that Respondent was in violation of Regulation 1422.4 and had not transitioned management of its CFL licenses to NMLS as of July 22, 2022. Accordingly, Complainant issued a Citation on that date pursuant to Financial Code section 22707.5, subdivision (a). The Citation included an order to correct the violation and an order to pay an administrative fine in the amount of \$2,500.00 to the Commissioner by September 20, 2022.
 - 8. Complainant served the Citation on Respondent via certified mail on July 22, 2022.
- 9. To date, Respondent has neither complied with the order to correct the violation by transitioning each of its licenses to NMLS nor paid the administrative fine.

III.

Applicable Law

10. Subsection (a)(1) of Section 22714 provides that the Commissioner shall suspend or revoke any CFL license, upon notice and reasonable opportunity to be heard, if the Commissioner finds that the licensee has failed to comply with any demand, ruling, or requirement of the commissioner made pursuant to and within the authority of this division.

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IV.

Prayer for Relief

WHEREFORE, IT IS PRAYED that

11. Pursuant to subsection (a)(1) of Section 22714, the California Financing Law licenses of Respondent ALR CAPITAL GROUP LLC be revoked due to the lengthy duration of the violations identified above and Respondent's failure to comply with the Citation.

Dated: April 17, 2023 Sacramento, California CLOTHILDE V. HEWLETT Commissioner of Financial Protection and Innovation



By______Noah M. Bean
Senior Counsel
Enforcement Division