PRESTON DuFAUCHARD
California Corporations Commissioner
ALAN S. WEINGER
Deputy Commissioner
AFSANEH EGHBALDARI (CA BAR NO. 250107)
Corporations Counsel
Department of Corporations
1350 Front Street, Room 2034
San Diego, California 92101
Telephone: (619) 645-3166
Fax: (619) 525-4045

Attorneys for Complainant

BEFORE THE DEPARTMENT OF CORPORATIONS

OF THE STATE OF CALIFORNIA

In the Matter of THE CALIFORNIA CORPORATIONS COMMISSIONER, Complainant, v. SHEKINAH ESCROW, INC., Respondent.	File No.: 963-1295 **ACCUSATION**

The Complainant is informed and believes, and based upon such information and belief, alleges and charges Respondent as follows:

I.

Respondent Shekinah Escrow, Inc. (“Shekinah Escrow”) is an escrow agent licensed by the California Corporations Commissioner ("Commissioner" or "Complainant") pursuant to the Escrow Law of the State of California (California Financial Code §§ 17000 et seq.) ("California Escrow Law"). Shekinah Escrow has its principal place of business located at 428 East Florence Avenue, Inglewood, California 90301.

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State of California - Department of Corporations

II.

Pursuant to California Financial Code section 17406, all licensees under the Escrow Law are required to file an annual audit report containing audited financial statements ("annual audit report") within one hundred five (105) days after the close of their fiscal year. Shekinah Escrow's fiscal year-end is September 30th. Accordingly, Shekinah Escrow was required to file its annual audit report for the fiscal year ended September 30, 2010, on or before January 15, 2011.

On or about August 10, 2010, the Commissioner notified Shekinah Escrow in writing that its annual audit report was due by January 15, 2011. The Commissioner further notified Shekinah Escrow of the fact that its failure to file its annual report by January 15, 2011 could result in the suspension or revocation of its escrow agent's license.

Shekinah Escrow failed to submit its annual audit report to the Commissioner. On or about February 10, 2011, the Commissioner issued a written demand for the imposition of penalties against Shekinah Escrow concerning the annual audit report that was due on January 15, 2011. Again, the Commissioner notified Shekinah Escrow that its failure to file its annual report within 10 days could result in the suspension or revocation of its escrow agent's license. Shekinah Escrow has yet to file the annual audit report as required under California Financial Code section 17406.

Pursuant to California Financial Code section 17202, all licensees must maintain a surety bond in the minimum amount of $25,000. On May 4, 2011, Shekinah Escrow's surety bond canceled. On May 18, 2011, the Commissioner issued an Order to Discontinue Escrow Activities to Shekinah Escrow. The Order to Discontinue Escrow Activities was served upon Shekinah Escrow on May 20, 2011. Shekinah Escrow has yet to provide the Commissioner with proof of bond replacement or reinstatement as required by California Financial Code section 17202.

III.

Financial Code section 17608 provides in pertinent part as follows:

> The commissioner may, after notice and a reasonable opportunity to be heard, suspend or revoke any license if he finds that:
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> (a) The licensee has failed to maintain in effect a bond required under the provisions of this division.

(b) The licensee has violated any provision of this division or any rule made by the commissioner under and within the authority of this division.

IV.

PRAYER FOR ORDER REVOKING ESCROW AGENT'S LICENSE PURSUANT TO FINANCIAL CODE SECTION 17608

The Complainant finds that, by reason of the foregoing, Shekinah Escrow, Inc. has violated California Financial Code sections 17406 and 17202, which constitute grounds for the revocation of its escrow agent's license pursuant to California Financial Code section 17608.

WHEREFORE, IT IS PRAYED that the escrow agent's license of Shekinah Escrow, Inc. be revoked pursuant to California Financial Code section 17608.

Dated: August 1, 2011
San Diego, California

PRESTON DuFAUCHARD
California Corporations Commissioner

By_____
AFSANEH EGHBALDARI
Corporations Counsel

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