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California Corporations Commissioner  
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Deputy Commissioner  
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7 Attorneys for Complainant  
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9 BEFORE THE DEPARTMENT OF CORPORATIONS  
10 OF THE STATE OF CALIFORNIA  
11

12 In the Matter of the Accusation of THE ) File No.: 100-0966  
CALIFORNIA CORPORATIONS )  
13 COMMISSIONER, ) ACCUSATION  
14 )  
Complainant, )  
15 )  
16 vs. )  
17 PWGR, INC. doing business as GEORGE’S )  
CHECK CASHING, )  
18 )  
Respondent. )  
19 )  
20 )

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

23 I

24 Respondent PWGR, Inc. doing business as George’s Check Cashing (“PWGR”) is a deferred  
25 deposit transaction originator licensed by the California Corporations Commissioner  
26 (“Commissioner”) pursuant to the California Deferred Deposit Transaction Law (California  
27 Financial Code § 23000 et seq.) (“CDDTL”). PWGR has its principal place of business located at  
28 1150 N. 2<sup>nd</sup> Street, El Cajon, California 92021.

## II

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2 On or about November 29, 2006, the Commissioner commenced a regulatory examination of  
3 the books and records of PWGR. The regulatory examination disclosed that PWGR since its  
4 licensure on December 31, 2004 through on or about November 1, 2006 had failed to enter into  
5 written agreements with borrowers for deferred deposit transactions as required by California  
6 Financial Code section 23035(a). PWGR, as a consequence of failing to enter into written  
7 agreements with borrowers, failed to give the notices required by California Financial Code section  
8 23035, subsections (c), (d), and (e). The regulatory examination further disclosed that PWGR had  
9 failed to maintain any deferred deposit transaction records, including a copy of the deferred check,  
10 for a period of two years from the date of the last transaction as required by California Financial  
11 Code section 23024 and California Code of Regulations, title 10, section 2025(c)(1). PWGR was  
12 routinely destroying what deferred deposit transaction records it had upon completion of the  
13 transaction(s).

14 During the course of the regulatory examination, PWGR admitted having charged borrowers  
15 extension fees in violation of California Financial Code section 23036(b), but stated that such  
16 practices had ceased prior to November 1, 2006. The Commissioner was unable to determine if any  
17 such overcharges had occurred due to PWGR's failure to maintain any records.

18 In addition to the violations discovered during the regulatory examination, on or about  
19 January 18, 2007, PWGR violated California Code of Regulations, title 10, section 2030, by filing a  
20 false annual report with the Commissioner. The annual report was false in that PWGR stated that it  
21 had originated no deferred deposit transactions because PWGR lacked the necessary records to give  
22 accurate information due to the illegal destruction of the records discussed above.

## III

23  
24 California Financial Code section 23052 provides in pertinent part:

25 The commissioner may suspend or revoke any license, upon notice  
26 and reasonable opportunity to be heard, if the commissioner finds any  
of the following:

27 (a) The licensee has failed to comply with any demand, ruling, or  
28 requirement of the commissioner made pursuant to and within the authority  
of this division.

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

(c) A fact or condition exists that, if it had existed at the time of the original application for the license, reasonably would have warranted the commissioner in refusing to issue the license originally.

IV

The Commissioner finds that, by reason of the foregoing, PWGR has violated California Financial Code sections 23034, 23035 and 23036 and sections 2025 and 2030 of Title 10 of the California Code of Regulations, which are grounds to revoke the deferred deposit transaction license of PWGR.

WHEREFORE, IT IS PRAYED that the deferred deposit transaction license of PWGR be revoked.

Dated: March 7, 2007  
Los Angeles, California

PRESTON DuFAUCHARD  
California Corporations Commissioner

By \_\_\_\_\_  
Judy L. Hartley  
Senior Corporations Counsel