# BEFORE THE DEPARTMENT OF REAL ESTATE

#### STATE OF CALIFORNIA

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No.

H-35990 LA

DEPARTMENT OF, REAL ESTATE BY:

FILED

JUL = 6 2010

In the Matter of the Accusation of )

WERNER FINANCIAL GROUP INC., and JEFFREY DOUGLAS WERNER as designated officer of Werner Financial Group Inc.,

Respondents.

#### DECISION

This Decision is being issued in accordance with the provisions of Section 11520 of the Government Code, on evidence of compliance with Section 11505 of the Government Code and pursuant to the Order of Default filed on October 6, 2009, and the findings of fact set forth herein are based on one or more of the following: (1) Respondent's express admissions; (2) affidavits; and (3) other evidence.

This Decision suspends or revokes one or more real estate licenses on the ground of the violation of the Real Estate Law (commencing with Section 10000 of the Business and Professions Code (Code)) Chapter 1 (commencing with Section 11000 of the Code) of Part 2 or the rules and regulations of the commissioner for the administration and enforcement of the Real Estate Law and Chapter 1 (commencing with Section 11000 of the Code) of Part 2.

The right to reinstatement of a revoked real estate license or to the reduction of a suspension is controlled by Section 11522 of the Government Code. A copy of Section 11522 and a copy of the Commissioner's <u>Criteria of Rehabilitation</u> are attached hereto for the information of Respondent.

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### FINDINGS OF FACT

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On May 22, 2009, Robin Trujillo made the Accusation in her official capacity as a Deputy Real Estate Commissioner of the State of California. The Accusation, Statement to Respondent, and Notice of Defense were mailed, by certified mail, to the last known mailing address of Respondent WERNER FINANCIAL GROUP INC. ("WERNER FINANCIAL") and JEFFREY DOUGLAS WERNER ("JEFFREY WERNER") on file with the Department on May 26, 2009.

Respondents failed to file a Notice of Defense within the time required by Section 11506 of the Government Code. The default of Respondents WERNER FINANCIAL and JEFFREY WERNER were entered herein.

### II

Respondent WERNER FINANCIAL is presently licensed and/or has license rights under the Real Estate Law, Part 1 of Division 4 of the Code as a corporate real estate broker. On or about February 2, 2007, the license of Respondent WERNER FINANCIAL was suspended pursuant to entry of the Decision of the Commissioner in Case No. R-4104. The license of Respondent WERNER FINANCIAL was scheduled to expire on February 23, 2008.

# III

Respondent JEFFREY WERNER is presently licensed and/or has license rights under the Real Estate Law, Part 1 of Division 4 of the Code as the designated officer of Respondent WERNER FINANCIAL. On or about February 2, 2007, the officer license of Respondent JEFFREY WERNER was suspended pursuant to entry of the Decision of the Commissioner in Case No. R-4104.

#### IV

On or about June 8, 2006, the final judgment of the Superior Court of the State of California, County of Los Angeles, Case No. BC274487, affirmed on appeal, was entered against Respondent WERNER FINANCIAL and Respondent JEFFREY WERNER based on the ground of fraud, misrepresentation, or deceit with reference to a transaction for which a real estate license is required. 2

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The evidence established that the fraud judgment alleged in Paragraph IV, above, constitutes cause under Section 10177.5 of the Code to suspend or revoke the licenses of Respondents WERNER FINANCIAL and JEFFREY WERNER.

## DETERMINATION OF ISSUES

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Cause for disciplinary action against Respondents exists pursuant to Code Section <u>10177.5</u>.

## II

The standard of proof applied was clear and convincing proof to a reasonable certainty.

# ORDER

The licenses and license rights of Respondents WERNER FINANCIAL GROUP INC. and JEFFREY DOUGLAS WERNER under the provisions of Part I of Division 4 of the Business and Professions Code are revoked.

This Decision shall become effective at 12 o'clock JUL 26 2010

DATED: \_\_\_\_\_ 6/28/200

JEFF DANI Real É state Hommissioner

	:	
	1 2	Department of Real Estate 320 West Fourth Street, Suite 350 Los Angeles, California 90013-1105 (213) 576-6982
	3	OCT - 6 2009
	4	DEPARTMENT
	5	BY:
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	9	BEFORE THE DEPARTMENT OF REAL ESTATE STATE OF CALIFORNIA
•	10	* * * *
	11	In the Matter of the Accusation of )
	12	WERNER FINANCIAL GROUP INC., ) NO. H-35990 LA
	13	and JEFFEREY DOUGLAS WERNER ) <u>DEFAULT ORDER</u> as designated officer of )
	14	Werner Financial Group Inc., )
	15	Respondents. )
	16	Respondent, WERNER FINANCIAL GROUP INC. and JEFFEREY
	17	DOUGLAS WERNER, having failed to file a Notice of Defense within
	18	the time required by Section 11506 of the Government Code, is
	19	now in default. It is, therefore, ordered that a default be
	20	entered on the record in this matter.
	21 22	IT IS SO ORDERED <u>October 6, 2009</u> .
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	24	JEFF DAVI Real Estate Commissioner
	25	Dalores Works
	26	By: DOLORES WEEKS
	27	Regional Manager

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1	CHERYL D. KEILY SBN# 94008			
2	Department of Real Estate			
	320 West 4th Street, Suite 350 Los Angeles, California 90013-1105			
3	Telephone: (213) 576-6982 MAY 2 6 2009			
4	(Direct) (213) 576-6905 DEPARTMENT OF REAL ESTATE			
5	BY:			
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8	BEFORE THE DEPARTMENT OF REAL ESTATE			
9				
10	STATE OF CALIFORNIA			
11	* * * ;			
12	In the Matter of the Accusation of ) No. H-35990 LA			
13	WERNER FINANCIAL GROUP INC., ) <u>A C C U S A T I O N</u> and JEFFREY DOUGLAS WERNER )			
14	as designated officer of ) Werner Financial Group Inc., )			
15	<b>}</b>			
16	Respondents. )			
17	· · · ·			
18	The Complainant, Robin Trujillo, a Deputy Real Estate			
19	Commissioner of the State of California, for cause of Accusation			
20	against WERNER FINANCIAL GROUP INC. (hereafter "Respondent			
21	WERNER FINANCIAL") and JEFFREY DOUGLAS WERNER (hereafter			
22	"Respondent JEFFREY WERNER") as designated officer of Respondent			
23	WERNER FINANCIAL, is informed and alleges as follows:			
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The Complainant, Robin Trujillo, a Deputy Real Estate Commissioner of the State of California, makes this Accusation in her official capacity.

## LICENSE HISTORY

2.

Respondent WERNER FINANCIAL is presently licensed 7 8 and/or has license rights under the Real Estate Law (Part 1 of Division 4 of the Business and Professions Code, hereinafter 10 "Code"), as a real estate corporation acting by and through . 11 Respondent JEFFREY WERNER as its designated broker-officer. The 12 license of Respondent WERNER FINANCIAL was scheduled to expire 13 on February 23, 2008. On or about February 2, 2007, the license 14 of Respondent WERNER FINANCIAL was suspended pursuant to entry 15 of the Decision of the Commissioner in Case No. R-4104, as is 16 alleged more fully in Paragraph 6, below. Pursuant to Code 17 Section 10201 Respondent WERNER FINANCIAL retains renewal 18 rights. Pursuant to Section 10103 the Department retains 19 jurisdiction. 20

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3.

From on or about September 30, 1986, to on or about 22 October 22, 1999, Respondent JEFFREY WERNER was individually 23 24 licensed under the Code as a real estate broker. On or about 25 October 22, 1999, Respondent JEFFREY WERNER'S individual real 26 estate broker license expired, and has not been renewed. From 27 January 3, 1996, to February 23, 2008, Respondent JEFFREY WERNER

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was the designated broker-officer of Respondent WERNER
FINANCIAL. On or about February 2, 2007, the officer license of
Respondent JEFFREY WERNER was suspended pursuant to entry of the
Decision of the Commissioner in Case No. R-4104, as is alleged
more fully in Paragraph 6, below. Pursuant to Section 10103 the
Department retains jurisdiction of the officer license of
Respondent JEFFREY WERNER.

### FRAUD JUDGMENT

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### 4.

On or about June 8, 2006, the final judgment of the Superior Court of the State of California, County of Los Angeles, Case No. BC274487, affirmed on appeal, was entered against Respondent WERNER FINANCIAL and Respondent JEFFREY WERNER based on the ground of fraud, misrepresentation, or deceit with reference to a transaction for which a real estate license is required.

## 5.

The facts set forth in Paragraph 4 constitute cause under Section 10177.5 of the Code for the suspension or revocation of all licenses and license rights of Respondents WERNER FINANCIAL and JEFFREY WERNER under the Real Estate Law.

# REAL ESTATE RECOVERY ACCOUNT DECISION

6.

On December 14, 2006, the Commissioner, based on the judgment referred to in Paragraph 4, above, issued a decision directing payment from the Recovery Account to the Estate of David Roberts. The decision was based on a determination that

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this judgment was based on fraud in connection with acts for 1 which the real estate licenses of Respondents were required. 2 WHEREFORE, Complainant prays that a hearing be 3 conducted on the allegations of this Accusation and that upon 4 proof thereof, a decision be rendered imposing disciplinary 5 action against all licenses and/or license rights of RESPONDENT 6 WERNER FINANCIAL GROUP INC. and of the officer license of 7 Respondent JEFFREY DOUGLAS WERNER under the Real Estate Law and 8 for such other and further relief as may be proper under 9 applicable provisions of law. 10 Dated at Los Angeles, California 11 this <u>22</u> day of \_\_\_\_ 2009. 12 13 14 rusillo 15 16 Robin Tru illo Deputy Real Estate Commissioner 17 18 19 20 21 22 23 24 25 Werner Financial Group Inc. cc: 26 Jeffrey Douglas Werner Robin Trujillo 27 Sacto.

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