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**FILED**

JUL 13 2012

DEPARTMENT OF REAL ESTATE  
BY: R. Kederholt

BEFORE THE DEPARTMENT OF REAL ESTATE  
STATE OF CALIFORNIA

\* \* \*

In the Matter of the Accusation of ) No. H- 38262 LA  
)  
DIRECT FINANCIAL LENDING, INC.; )  
DIRECT FINANCIAL LENDING GROUP; )  
INC.; and PATRICK DANIEL MCKENNA, ) ACCUSATION  
individually, as designated )  
officer of Direct Financial )  
Lending, Inc. and as designated )  
officer of Direct Financial )  
Lending Group, Inc., )  
)  
Respondents. )  
)

The Complainant, Maria Suarez, a Deputy Real Estate  
Commissioner of the State of California for cause of Accusation  
against DIRECT FINANCIAL LENDING, INC. ("DFL"), DIRECT FINANCIAL  
LENDING GROUP, INC. ("DFLG"), and PATRICK DANIEL MCKENNA  
("MCKENNA"), individually, as designated officer of Direct  
Financial Lending, Inc. and Direct Financial Lending Group, Inc.  
(collectively "Respondents") is informed and alleges as follows:

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1 1.

2 The Complainant, Maria Suarez, a Deputy Real Estate  
3 Commissioner of the State of California, makes this Accusation  
4 in her official capacity.

5 2.

6 All references to the "Code" are to the California  
7 Business and Professions Code, and all references to  
8 "Regulations" are to Title 10, Chapter 6, California Code of  
9 Regulations unless otherwise specified.

10 3.

11 A. DIRECT FINANCIAL LENDING, INC.: From or about  
12 February 26, 2009 through the present, Respondent DFL was  
13 licensed or had license rights under the Real Estate Law (Part 1  
14 of Division 4 of the California Business and Professions Code)  
15 as a real estate corporation. DFL is registered with the State  
16 of California, Secretary of State as entity number C3178286.  
17 Its Articles of Incorporation were filed on or about January 13,  
18 2009. Its Statement of Information filed on or about June 27,  
19 2008 names Respondent MCKENNA as the chief executive officer,  
20 secretary, chief financial officer, and director.

21 B. DIRECT FINANCIAL LENDING GROUP, INC.: From or  
22 about April 10, 2004 through the present, Respondent DFLG was  
23 licensed or had license rights under the Real Estate Law (Part 1  
24 of Division 4 of the California Business and Professions Code)  
25 as a real estate corporation. The license of DFLG expired on  
26 April 9, 2011, but DFLG still has license rights pursuant to  
27 Code Section 10201. The Department of Real Estate retains

1 jurisdiction over the license pursuant to California Business  
2 and Professions Code Section 10103. DFLG is registered with the  
3 State of California, Secretary of State as entity number  
4 C2624375. Its Articles of Incorporation were filed on or about  
5 February 18, 2004. Its Statement of Information filed on or  
6 about June 27, 2008 names Respondent MCKENNA as the chief  
7 executive officer, secretary, chief financial officer, and  
8 director.

9 C. PATRICK DANIEL MCKENNA: From or about December  
10 14, 1998 through the present, Respondent MCKENNA was and still  
11 is licensed and/or has license rights under the Real Estate Law  
12 (Part 1 of Division 4 of the California Business and Professions  
13 Code) as a real estate broker. From or about February 26, 2009  
14 through the present, Respondent DFL was authorized to act by and  
15 through Respondent MCKENNA as its designated broker and officer  
16 pursuant to Code Sections 10159.2 and 10211 to be responsible  
17 for ensuring compliance with the Real Estate Law. From or about  
18 April 10, 2004 through the present, Respondent DFLG was  
19 authorized to act by and through Respondent MCKENNA as its  
20 designated broker and officer pursuant to Code Sections 10159.2  
21 and 10211 to be responsible for ensuring compliance with the  
22 Real Estate Law.

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FIRST CAUSE OF ACCUSATION  
(SUSPENSION OF CORPORATE RIGHTS)

4.

On November 1, 2011, the California Franchise Tax board suspended Respondent DFL's powers, rights, and privileges pursuant to the California Revenue and Taxation Code were suspended.

5.

On February 1, 2012, the California Franchise Tax board suspended Respondent DFLG's powers, rights, and privileges pursuant to the California Revenue and Taxation Code were suspended.

6.

The suspensions of corporate powers, rights, and privileges of Respondents DFL and DFLG, as alleged above, are in violation of Regulation Section 2742(c), and subjects their real estate license and license rights to suspension or revocation pursuant to Code Section 10177(d), 10177(f), and/or 10177(g).

SECOND CAUSE OF ACCUSATION  
(Office Abandonment: DFL)

7.

On or about August 6, 2010, Respondent DFL advised the Department of Real Estate that its then-current address of its main office and its mailing address were 17501 East 17th Street, #205, Tustin, CA 92780. To date, this address is still

1 Respondent DFL's on record for its main office and mailing  
2 address.

3 8.

4 As of May 30, 2012, Respondent was not located its  
5 address of record of 17501 East 17th Street, #205, Tustin, CA  
6 92780. At some time between August 6, 2010 and May 30, 2012,  
7 Respondent abandoned its address of record without notice to the  
8 Department of Real Estate in violation of California Business  
9 and Professions Code Section 10162 and Title 10, Chapter 6,  
10 California Code of Regulations Section 2715. Such conduct,  
11 acts, and/or omissions is grounds for suspension or revocation  
12 of Respondent's real estate broker license under California  
13 Business and Professions Code Sections 10165, 10177(d), and  
14 10177(g).

15  
16 THIRD CAUSE OF ACCUSATION

17 (Failure to Supervise)

18 9.

19 The conduct, acts, and/or omissions of Respondent  
20 MCKENNA, in allowing Respondents DFL and DFLG to violate the  
21 Real Estate Law, as set forth above, constitutes a failure by  
22 Respondent MCKENNA, as the officer designated by the corporate  
23 broker licensee, to exercise the supervision and control of the  
24 activities conducted on behalf of Respondents DFL and DFLG by  
25 their offices and employees as required by California Business  
26 and Professions Code Section 10159.2 and Regulation 2725, and is  
27 cause to suspend or revoke the real estate license and license

1 rights of Respondent MCKENNA pursuant to California Business and  
2 Professions Code 10177(d) and/or 10177(g) and 10177(h).

3 California Business and Professions Code Section 10106  
4 provides, in pertinent part, that in any order issued in  
5 resolution of a disciplinary proceeding before the department,  
6 the Commissioner may request the administrative law judge to  
7 direct a licensee found to have committed a violation of this  
8 part to pay a sum not to exceed the reasonable costs of  
9 investigation and enforcement of the case.

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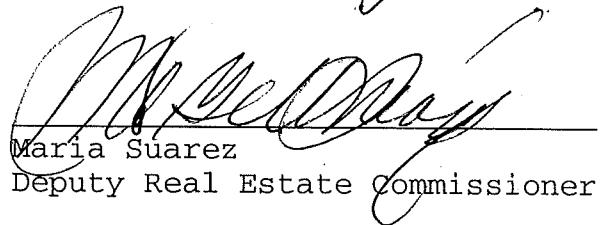
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1                   WHEREFORE, Complainant prays that a hearing be  
2 conducted on the allegations of this Accusation and that upon  
3 proof thereof, a decision be rendered imposing disciplinary  
4 action against all licenses and/or license rights under the Real  
5 Estate Law (Part 1 of Division 4 of the California Business and  
6 Professions Code) of Respondents DIRECT FINANCIAL LENDING, INC.,  
7 DIRECT FINANCIAL LENDING GROUP, INC., and PATRICK MCKENNA,  
8 individually and as designated officer of Direct Financial  
9 Lending, Inc. and Direct Financial Lending Group, Inc. for the  
10 cost of investigation and enforcement as permitted by law, and  
11 for such other and further relief as may be proper under  
12 applicable provisions of law.

13                   Dated at Los Angeles, California: 28 June 2012.

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17 Maria Suarez  
18 Deputy Real Estate Commissioner  
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24 cc: Direct Financial Lending, Inc.  
25 Direct Financial Lending Group, Inc.  
26 Patrick McKenna  
27 Maria Suarez  
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