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8	DEEOD	יים אולינים או איניים או
9	REGISTRAR OF CONTRACTORS CONTRACTORS STATE LICENSE BOARD DEPARTMENT OF CONSUMER A FEATING	
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11	STATE OF CA	ALIFORNIA
12	To 41 - N.C. 44 C41 - A A in-4.	L CI NI - NIGOGO 2/2
13	In the Matter of the Accusation Against:	Case No. N2020-263
14	WOODBRIDGE CONSTRUCTION; OSCAR VEGA-MORALES,	
15	RMO/OFFICER [Disassociated as RMO 6/3/2021]	ACCUSATION
16	ROLAND ANDREW MIRELES,	
17	CEO/PRES P.O. Box 70848	
18	Point Richmond, CA 94807	
19	Contractor's License No. 1005921, B	
20		
21	OSCAR VEGA-MORALES, DBA CA BEAR CONSTRUCTION	
22	1041A Folger Ave Berkeley, CA 94710	
23		
24	Contractor's License No. 1029414, B	
25	Respondents.	
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PARTIES

- Christina Delp (Complainant) brings this Accusation solely in her official capacity as the Supervising Special Investigator II of the Contractors State License Board (Board). Department of Consumer Affairs.
- On or about July 28, 2015, the Registrar of Contractors (Registrar) issued 2. Contractor's License Number 1005921, Classification B (General Building) to Woodbridge Construction (Respondent Woodbridge), Oscar Vega-Morales (Respondent Morales), RMO/Officer [disassociated as RMO June 3, 2021], and Roland Andrew Mireles (Respondent Mireles), CEO/Pres. The Contractor's License was in full force and effect at all times relevant to the charges brought herein and expired on July 31, 2021, and has not been renewed.
- 3. On or about July 27, 2017, the Registrar of Contractors (Registrar) issued Contractor's License Number 1029414, Classification B (General Building) to Oscar Vega-Morales (Respondent Morales), dba CA Bear Construction. The Contractor's License was in full force and effect at all times relevant to the charges brought herein and will expire on July 31. 2023, unless renewed.

JURISDICTION

- This Accusation is brought before the Registrar under the authority of the following 4. laws. All section references are to the Business and Professions Code (Code) unless otherwise indicated.
 - 5. Section 118, subdivision (b), of the Code, states:

The suspension, expiration, or forfeiture by operation of law of a license issued by a board in the department, or its suspension, forfeiture, or cancellation by order of the board or by order of a court of law, or its surrender without the written consent of the board, shall not, during any period in which it may be renewed, restored, reissued, or reinstated, deprive the board of its authority to institute or continue a disciplinary proceeding against the licensee upon any ground provided by law or to enter an order suspending or revoking the license or otherwise taking disciplinary action against the licensee on any such ground.

6. Section 7076.5, subdivision (h), of the Code states:

The inactive status of a license shall not bar any disciplinary action by the board against a licensee for any of the causes stated in this chapter.

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7. Section 7090 of the Code provides, in pertinent part, that the Registrar may suspend or revoke any license or registration if the licensee or registrant is guilty of or commits any one or more of the acts or omissions constituting cause for disciplinary action.

8. Section 7106.5 of the Code states:

The expiration, cancellation, forfeiture, revocation, or suspension of a license by operation of law or by order or decision of the registrar or a court of law, or the voluntary surrender of a license by a licensee, shall not deprive the registrar of jurisdiction to proceed with any investigation of or action or disciplinary proceeding against the license, or to render a decision suspending or revoking the license.

9. Section 7121 of the Code states:

A person who has been denied a license for a reason other than failure to document sufficient satisfactory experience for a supplemental classification for an existing license, or who has had his or her license revoked, or whose license is under suspension, or who has failed to renew his or her license while it was under suspension, or who has been a partner, officer, director, manager, or associate of any partnership, corporation, limited liability company, firm, or association whose application for a license has been denied for a reason other than failure to document sufficient satisfactory experience for a supplemental classification for an existing license, or whose license has been revoked, or whose license is under suspension, or who has failed to renew a license while it was under suspension, and while acting as a partner, officer, director, manager, or associate had knowledge of or participated in any of the prohibited acts for which the license was denied, suspended, or revoked, shall be prohibited from serving as an officer, director, associate, partner, manager, qualifying individual, or member of the personnel of record of a licensee, and the employment, election, or association of this type of person by a licensee in any capacity other than as a nonsupervising bona fide employee shall constitute grounds for disciplinary action.

10. Section 7121.5 of the Code states:

A person who was the qualifying individual on a revoked license, or of a license under suspension, or of a license that was not renewed while it was under suspension, shall be prohibited from serving as an officer, director, associate, partner, manager, or qualifying individual of a licensee, whether or not the individual had knowledge of or participated in the prohibited acts or omissions for which the license was revoked, or suspended, and the employment, election, or association of that person by a licensee shall constitute grounds for disciplinary action.

STATUTORY PROVISIONS

11. Section 7068.1 of the Code states:

(a) The person qualifying on behalf of an individual or firm under paragraph (1), (2), (3), or (4) of subdivision (b) of Section 7068 shall be responsible for exercising that direct supervision and control of his or her employer's or principal's construction operations to secure compliance with this chapter and the rules and regulations of the board. This person shall not act in the capacity of the qualifying person for an additional individual or firm unless one of the following conditions

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1	(5) The heading: "Contract Price," followed by the amount of the contract in dollars and cents.	
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3	13. Section 7159.5 of the Code states:	
4	This section applies to all home improvement contracts, as defined in Section	
5	7151.2, between an owner or tenant and a contractor, whether a general contractor or a specialty contractor, that is licensed or subject to be licensed pursuant to this chapter with regard to the transaction.	
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7	(a) Failure by the licensee or a person subject to be licensed under this chapter, or by his or her agent or salesperson, to comply with the following provisions is caus for discipline:	
8	•••	
9	(1) The contract shall be in writing and shall include the agreed contract amount	
10	in dollars and cents. The contract amount shall include the entire cost of the contract, including profit, labor, and materials, but excluding finance charges.	
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12	(3) If a downpayment will be charged, the downpayment may not exceed one	
13	thousand dollars (\$1,000) or 10 percent of the contract amount, whichever is less.	
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15	14. Section 7122 of the Code states:	
16	The performance by an individual, partnership, corporation, limited liability company, firm, or association of an act or omission constituting a cause for	
17	disciplinary action, likewise constitutes a cause for disciplinary action against a	
18	licensee other than the individual qualifying on behalf of the individual or entity, if the licensee was a partner, officer, director, manager, or associate of that individual,	
19	partnership, corporation, limited liability company, firm, or association at the time the act or omission occurred, and had knowledge of or participated in the prohibited act	
20	or omission.	
21	15. Section 7122.5 of the Code states:	
22	The performance by an individual, partnership, corporation, limited liability	
23	company, firm, or association of an act or omission constituting a cause for disciplinary action, likewise constitutes a cause for disciplinary action against a	
24	licensee who at the time that the act or omission occurred was the qualifying individual of that individual, partnership, corporation, limited liability company, firm,	
25	or association, whether or not he or she had knowledge of or participated in the prohibited act or omission.	
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27	COST RECOVERY, RESTITUTION AND OTHER AUTHORITY	

Section 125.3 of the Code states, in pertinent part:

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(a) Except as otherwise provided by law, in any order issued in resolution of a
disciplinary proceeding before any board within the department or before the
Osteopathic Medical Board, upon request of the entity bringing the proceeding, the
administrative law judge may direct a licentiate found to have committed a violation
or violations of the licensing act to pay a sum not to exceed the reasonable costs of
the investigation and enforcement of the case.

(b) In the case of a disciplined licentiate that is a corporation or a partnership, the order may be made against the licensed corporate entity or licensed partnership.

17. Section 11519 of the Government Code states:

- (a) The decision shall become effective 30 days after it is delivered or mailed to respondent unless: a reconsideration is ordered within that time, or the agency itself orders that the decision shall become effective sooner, or a stay of execution is granted.
- (b) A stay of execution may be included in the decision or if not included therein may be granted by the agency at any time before the decision becomes effective. The stay of execution provided herein may be accompanied by an express condition that respondent comply with specified terms of probation provided; provided, however, that the terms of probation shall be just as reasonable in light of the findings and decision.
- (c) If respondent was required to register with any public officer, a notification of any suspension or revocation shall be sent to the officer after the decision has become effective.
- (d) As used in subdivision (b), specified terms of probation may include an order of restitution. Where restitution is ordered and paid pursuant to the provisions of this subdivision, the amount paid shall be credited to any subsequent judgment in a civil action.
- (e) The person to which the agency action is directed may not be required to comply with a decision unless the person has been served with the decision in the manner provided in Section 11505 or has actual knowledge of the decision.
- (f) A nonparty may not be required to comply with a decision unless the agency has made the decision available for public inspection and copying or the nonparty has actual knowledge of the decision.
- (g) This section does not preclude an agency from taking immediate action to protect the public interest in accordance with Article 13 (commencing with Section 11460.10) of Chapter 4.5.

18. Section 143.5, subdivision (b), of the Code states:

Any board, bureau, or program within the Department of Consumer Affairs that takes disciplinary action against a licensee or licensees based on a complaint or report that has also been the subject of a civil action and that has been settled for monetary damages providing for full and final satisfaction of the parties may not require its licensee or licensees to pay any additional sums to the benefit of any plaintiff in the civil action.

19. Section 7095 of the Code states:

The decision may:

- (a) Provide for the immediate complete suspension by the licensee of all operations as a contractor during the period fixed by the decision.
- (b) Permit the licensee to complete any or all contracts shown by competent evidence taken at the hearing to be then uncompleted.
- (c) Impose upon the licensee compliance with such specific conditions as may be just in connection with his operations as a contractor disclosed at the hearing and may further provide that until such conditions are complied with no application for restoration of the suspended or revoked licensee shall be accepted by the registrar.

20. Section 7097 of the Code states:

Notwithstanding the provisions of Sections 7121 and 7122, when any licensee has been suspended by a decision of the registrar pursuant to an accusation or pursuant to subdivision (b) of Section 7071.17, Section 7085.6 or 7090.1, any additional license issued under this chapter [the Contractors' State License Law] in the name of the licensee or for which the licensee furnished qualifying experience and appearance under the provisions of Section 7068, may be suspended by the registrar without further notice.

21. Section 7098 of the Code states:

Notwithstanding the provisions of Sections 7121 and 7122, when any license has been revoked under the provisions of this chapter [the Contractors' State License Law], any additional license issued under this chapter in the name of the licensee or for which the licensee furnished qualifying experience and appearance under the provisions of Section 7068, may be revoked by the registrar without further notice.

22. Section 7102 of the Code states:

After suspension of a license upon any of the grounds set forth in this chapter [the Contractors' State License Law], the registrar may reinstate the license upon proof of compliance by the contractor with all provisions of the decision as to reinstatement or, in the absence of a decision or any provisions of reinstatement, in the sound discretion of the registrar.

After revocation of a license upon any of the grounds set forth in this chapter, the license shall not be reinstated or reissued and a license shall not be issued to any member of the personnel of the revoked licensee found to have had knowledge of or participated in the acts or omissions constituting grounds for revocation, within a minimum period of one year and a maximum period of five years after the final decision of revocation and then only on proper showing that all loss caused by the act or omission for which the license was revoked has been fully satisfied and that all conditions imposed by the decision of revocation have been complied with.

The board shall promulgate regulations covering the criteria to be considered when extending the minimum one-year period. The criteria shall give due consideration to the appropriateness of the extension of time with respect to the following factors:

- (a) The gravity of the violation.
- (b) The history of previous violations.
- (c) Criminal convictions.

When any loss has been reduced to a monetary obligation or debt, however, the satisfaction of the monetary obligation or debt as a prerequisite for the issuance, reissuance, or reinstatement of a license shall not be required to the extent the monetary obligation or debt was discharged in a bankruptcy proceeding. However, any nonmonetary condition not discharged in a bankruptcy proceeding shall be complied with prior to the issuance, the reissuance, or reinstatement of the license.

FACTUAL ALLEGATIONS

- 23. On or about June 18, 2020, Respondent Woodbridge entered into a contract with D.S. to demolish and build a deck at her home in Oakland, California (D.S. project). The contract did not list a project price.
- 24. On or about June 23, 2020, Respondent Woodbridge asked for and received an excessive down payment of \$2000.00. Work began on or about June 24, 2020. D.S. was not happy with the progress of the project and terminated Respondent Woodbridge on or about July 27, 2020. Respondent Woodbridge received a total of \$10,000.00 for the D.S. project.

FIRST CAUSE FOR DISCIPLINE

(Failure to Exercise Direct Supervision)

25. Respondent Woodbridge has subjected its license to disciplinary action under Code section 7068.1, in that on the D.S. project, Respondent Morales failed to exercise direct supervision and control over the contracting activities on the D.S. project.

SECOND CAUSE FOR DISCIPLINE

(Failure to Comply with the Provisions of the Contractors' State License Law)

- 26. Respondent Woodbridge has subjected its license to disciplinary action under Code section 7159 in that on the D.S. project, Respondent did not comply with the following provision regarding home improvement contracts:
- a. <u>Subdivision (d)(5)</u>. Failed to include the contract price in dollars and cents in the contract.

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officer, director, associate, partner, manager, or qualifying individual of a licensee during the time the discipline is imposed, whether or not he had knowledge of or participated in the acts or omissions constituting grounds for discipline as alleged in the causes for discipline, above, and any licensee which employs, elects, or associates Respondent Morales other than as a bona fide nonsupervising employee shall be subject to disciplinary action.

SECOND CAUSE FOR OTHER ACTION

(Restrictions on Officer Respondent Oscar Vega-Morales)

31. Pursuant to Code section 7121, if license number 1005921, issued to Respondent Woodbridge is revoked or suspended, Respondent Morales shall be prohibited from serving as an officer, director, associate, partner, manager, qualifying individual, or member of the personnel of record of a licensee in that, while serving as Officer of Respondent Woodbridge, he had knowledge of or participated in the acts or omissions constituting grounds for discipline as alleged in the causes for discipline, above.

THIRD CAUSE FOR OTHER ACTION

(Restrictions on Officer Respondent Roland Andrew Mireles)

32. Pursuant to Code section 7121, if license number 1005921, issued to Respondent Woodbridge is revoked or suspended, Respondent Mireles shall be prohibited from serving as an officer, director, associate, partner, manager, qualifying individual, or member of the personnel of record of a licensee in that, while serving as CEO/Pres of Respondent Woodbridge, he had knowledge of or participated in the acts or omissions constituting grounds for discipline as alleged in the causes for discipline, above.

PRAYER

WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged, and that following the hearing, the Registrar issue a decision:

- 1. Ordering the revocation or suspension of Contractor's License Number 1005921 issued to Respondent Woodbridge, pursuant to Code section 7090;
- 2. Ordering the revocation or suspension of Contractor's License Number 1029414 issued to Respondent Morales, pursuant to Code section 7090;