BEFORE THE DIRECTOR DEPARTMENT OF CONSUMER AFFAIRS BUREAU OF AUTOMOTIVE REPAIR STATE OF CALIFORNIA

In the Matter of the Accusation Against:

JAVIER REGALADO, OWNER, DOING BUSINESS AS JR SMOG CHECK ONLY

P.O. Box 52559 Riverside, CA 92517

3720 Rubidoux Boulevard, #C Riverside, CA 92509

Automotive Repair Dealer Registration No. ARD 267929
Smog Check-Test Only Station License No. TC 267929

JAVIER REGALADO, OWNER, DOING BUSINESS AS JR AUTO TECH AND TRANS FLEET SERVICE 323 W. La Cadena Dr. Riverside, CA 92501

Automotive Repair Dealer Registration No. ARD 271569

Respondents.

Case No. 79/15-38

OAH No. 2014100527

DECISION

The attached Stipulated Settlement and Disciplinary Order a Only as to Automotive Repair Dealer Registration No. ARD 271569 and No. ARD 267929 and Smog Check-Test Only Station License No. TC 267929 is hereby accepted and adopted as the Decision of the Director of the Department of Consumer Affairs in the above-entitled matter, only as to respondent Automotive Repair Dealer Registration No. ARD 271569, Automotive Repair Dealer Registration No. ARD 267929 and Smog Check-Test Only Station License No. TC 267929.

This Decision shall become effective

TAMARA COLSON

Assistant General Counsel

Department of Consumer Affairs

1	Kamala D. Harris			
2	Attorney General of California GREGORY J. SALUTE			
	Supervising Deputy Attorney General			
3	ADRIAN R. CONTRERAS Deputy Attorney General			
4	State Bar No. 267200 110 West "A" Street, Suite 1100	•		
5	San Diego, CA 92101			
6	P.O. Box 85266 San Diego, CA 92186-5266			
7	Telephone: (619) 645-2634 Facsimile: (619) 645-2061			
8	E-mail: Adrian.Contreras@doj.ca.gov Attorneys for Complainant			
9				
	BEFORE THE DEPARTMENT OF CONSUMER AFFAIRS			
10	FOR THE BUREAU OF AUTOMOTIVE REPAIR STATE OF CALIFORNIA			
11				
12	In the Matter of the Accusation Against:	Case No. 79/15-38		
13	JAVIER REGALADO, OWNER,	OAH No. 2014100527		
14	DOING BUSINESS AS JR SMOG CHECK ONLY	STIPULATED SETTLEMENT AND		
15	P.O. Box 52559	DISCIPLINARY ORDER ONLY AS TO AUTOMOTIVE REPAIR DEALER		
16	Riverside, CA 92517	REGISTRATION NO. ARD 271569 AND		
17	3720 Rubidoux Boulevard, #C Riverside, CA 92509	NO. ARD 267929 AND SMOG CHECK- TEST ONLY STATION LICENSE NO.		
18		TC 267929		
19	Automotive Repair Dealer Registration No. ARD 267929			
	Smog Check-Test Only Station License No.			
20	TC 267929			
21	JAVIER REGALADO, OWNER, DOING BUSINESS AS JR AUTO TECH			
22	AND TRANS FLEET SERVICE			
23	323 W. La Cadena Dr. Riverside, CA 92501			
24				
25	Automotive Repair Dealer Registration No. ARD 271569			
26	Respondents.	•		
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In the interest of a prompt and speedy settlement of this matter, consistent with the public interest and the responsibilities of the Director of Consumer Affairs and the Bureau of Automotive Repair the parties hereby agree to the following Stipulated Settlement and Disciplinary Order which will be submitted to the Director for the Director's approval and adoption as the final disposition of the First Amended Accusation solely with respect to Javier Regalado, Owner, doing business as JR Smog Check Only and JR Auto Tech and Trans Fleet Service (collectively Respondent). It does not pertain as the final disposition with respect to Edgar Chavez.

PARTIES

- 1. Patrick Dorais ("Complainant") is the Chief of the Bureau of Automotive Repair. He brought this action solely in his official capacity and is represented in this matter by Kamala D. Harris, Attorney General of the State of California, by Adrian R. Contreras, Deputy Attorney General.
- 2. Respondent is represented in this proceeding by attorney Luis E. Lopez, Esq., whose address is: 4076 Brockton Avenue, Riverside, CA 92501.
- 3. On or about February 10, 2012, the Bureau of Automotive Repair issued Automotive Repair Dealer Registration Number ARD 267929 to Respondent. The Automotive Repair Dealer Registration was in full force and effect at all times relevant to the charges brought in First Amended Accusation No. 79/15-38, expired on February 28, 2015, and has not been renewed.
- 4. On or about March 5, 2012, the Bureau of Automotive Repair issued Smog Check-Test Only Station License Number TC 267929 to Respondent. The Station License was in full force and effect at all times relevant to the charges brought in First Amended Accusation No. 79/15-38, expired on February 28, 2015, and has not been renewed.
- 1. On or about January 29, 2013, the Bureau of Automotive Repair issued Automotive Repair Dealer Registration Number ARD 271569 to Respondent. The Automotive Repair Dealer Registration was in full force and effect at all times relevant to the charges brought herein and will expire on January 31, 2016, unless renewed.

JURISDICTION

- 5. First Amended Accusation No. 79/15-38 was filed before the Director of Consumer Affairs (Director), for the Bureau of Automotive Repair (Bureau), and is currently pending against Respondent. The First Amended Accusation and all other statutorily required documents were properly served on Respondent on March 2, 2015. Respondent timely contested the First Amended Accusation.
- 6. A copy of First Amended Accusation No. 79/15-38 is attached as exhibit A and incorporated herein by reference.

ADVISEMENT AND WAIVERS

- 7. Respondent has carefully read, fully discussed with counsel, and understands the charges and allegations in First Amended Accusation No. 79/15-38. Respondent has also carefully read, fully discussed with counsel, and understands the effects of this Stipulated Settlement and Disciplinary Order.
- 8. Respondent is fully aware of his legal rights in this matter, including the right to a hearing on the charges and allegations in the First Amended Accusation; the right to confront and cross-examine the witnesses against him; the right to present evidence and to testify on his own behalf; the right to the issuance of subpoenas to compel the attendance of witnesses and the production of documents; the right to reconsideration and court review of an adverse decision; and all other rights accorded by the California Administrative Procedure Act and other applicable laws.
- 9. Respondent voluntarily, knowingly, and intelligently waives and gives up each and every right set forth above.

CULPABILITY

- 10. Respondent admits the truth of each and every charge and allegation in First Amended Accusation No. 79/15-38.
- 11. Respondent agrees that his Automotive Repair Dealer Registrations and Smog Check-Test Only Station License are subject to discipline and he agrees to be bound by the Director's terms as set forth in the Disciplinary Order below.

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CONTINGENCY

- 12. This stipulation shall be subject to approval by the Director of Consumer Affairs or the Director's designee. Respondent understands and agrees that counsel for Complainant and the staff of the Bureau of Automotive Repair may communicate directly with the Director and staff of the Department of Consumer Affairs regarding this stipulation and settlement, without notice to or participation by Respondent or his counsel. By signing the stipulation, Respondent understands and agrees that he may not withdraw his agreement or seek to rescind the stipulation prior to the time the Director considers and acts upon it. If the Director fails to adopt this stipulation as the Decision and Order, the Stipulated Settlement and Disciplinary Order shall be of no force or effect, except for this paragraph, it shall be inadmissible in any legal action between the parties, and the Director shall not be disqualified from further action by having considered this matter.
- The parties understand and agree that Portable Document Format (PDF) and facsimile 13. copies of this Stipulated Settlement and Disciplinary Order, including Portable Document Format (PDF) and facsimile signatures thereto, shall have the same force and effect as the originals.
- 14. This Stipulated Settlement and Disciplinary Order is intended by the parties to be an integrated writing representing the complete, final, and exclusive embodiment of their agreement. It supersedes any and all prior or contemporaneous agreements, understandings, discussions, negotiations, and commitments (written or oral). This Stipulated Settlement and Disciplinary Order may not be altered, amended, modified, supplemented, or otherwise changed except by a writing executed by an authorized representative of each of the parties.
- In consideration of the foregoing admissions and stipulations, the parties agree that the Director may, without further notice or formal proceeding, issue and enter the following Disciplinary Order:

DISCIPLINARY ORDER

IT IS HEREBY ORDERED that Automotive Repair Dealer Registration No. ARD 267929 and Smog Check-Test Only Station License No. TC 267929 issued to Respondent Javier Regalado, Owner, doing business as JR Smog Check, are revoked.

IT IS FURTHER ORDERED THAT Automotive Repair Dealer Registration No. ARD 271569 issued to Javier Regalado, Owner, doing business as JR Auto Tech and Trans Fleet Service, is revoked. However, the revocation for Automotive Repair Dealer Registration No. ARD 271569 is stayed and it is placed on probation for three (3) years on the following terms and conditions.

- 1. **Obey All Laws.** Comply with all statutes, regulations and rules governing automotive inspections, estimates and repairs.
- 2. **Reporting.** Respondent or Respondent's authorized representative must report in person or in writing as prescribed by the Bureau of Automotive Repair, on a schedule set by the Bureau, but no more frequently than each quarter, on the methods used and success achieved in maintaining compliance with the terms and conditions of probation.
- 3. Report Financial Interest. Within 30 days of the effective date of this action, report any financial interest which any partners, officers, or owners of the Respondent facility may have in any other business required to be registered pursuant to Section 9884.6 of the Business and Professions Code.
- 4. Random Inspections. Provide Bureau representatives unrestricted access to inspect all vehicles (including parts) undergoing repairs, up to and including the point of completion.
- 5. Jurisdiction. If an accusation is filed against Respondent during the term of probation, the Director of Consumer Affairs shall have continuing jurisdiction over this matter until the final decision on the accusation, and the period of probation shall be extended until such decision.
- 6. Violation of Probation. Should the Director of Consumer Affairs determine that Respondent has failed to comply with the terms and conditions of probation, the Department may, after giving notice and opportunity to be heard, temporarily or permanently revoke the registration.
- 7. Cost Recovery. Respondent shall pay the Bureau cost recovery for costs in the amount of \$12,035.48. Payments shall be made by certified funds (money order or cashier's check only) in 24 consecutive, equal monthly installments with the final payment due 12 months

1	before the termination of probation. Failure to complete payment of cost recovery within this		
2	time frame shall constitute a violation of probation which may subject Respondent's registration		
3	to outright revocation; however, the Director or the Director's Bureau of Automotive Repair		
4	designee may elect to continue probation until such time as reimbursement of the entire cost		
5	recovery amount has been made to the Bureau.		
6	<u>ACCEPTANCE</u>		
7	I have carefully read the above Stipulated Settlement and Disciplinary Order and have fully		
8	discussed it with my attorney, Luis E. Lopez, Esq. I understand the stipulation and the effect it		
9	will have on my Automotive Repair Dealer Registrations and Smog Check-Test Only Station		
10	License. I enter into this Stipulated Settlement and Disciplinary Order voluntarily, knowingly,		
11	and intelligently, and agree to be bound by the Decision and Order of the Director of Consumer		
12	Affairs.		
13			
14	DATED: 3/17/15		
15	JAVIER REGALADO, OWNER AND AUTHORIZED AGENT OF JR SMOG CHECK		
16	ONLY AND JR AUTO TECH AND TRANS FLEET SERVICE		
17	Respondent		
18	I have read and fully discussed with Respondent the terms and conditions and other matters		
19	contained in the above Stipulated Settlement and Disciplinary Order. I approve its form and		
20	content.		
21	DATED: 0/04/15 (LUIS E. LOPEZ, ESQ.		
22	Attorney for Respondent		
23			
24	<i>III</i>		
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ENDORSEMENT The foregoing Stipulated Settlement and Disciplinary Order is hereby respectfully submitted for consideration by the Director of Consumer Affairs. 2/2015 Respectfully submitted, KAMALA D. HARRIS Attorney General of California GREGORY J. SALUTE Supervising Deputy Attorney General ADRIAN R. CONTRERAS Deputy Attorney General Attorneys for Complainant SD2014707308 71046962.doc

Exhibit A

First Amended Accusation No. 79/15-38

		•	
1	KAMALA D. HARRIS		
2	Attorney General of California GREGORY J. SALUTE		
3	Supervising Deputy Attorney General ADRIAN R. CONTRERAS		
4	Deputy Attorney General State Bar No. 267200		
5	110 West "A" Street, Suite 1100 San Diego, CA 92101		
6	P.O. Box 85266		
	San Diego, CA 92186-5266 Telephone: (619) 645-2634		
7	Facsimile: (619) 645-2061 E-mail: Adrian.Contreras@doj.ca.gov		
8	Attorneys for Complainant		
9	BEFORE THE DEPARTMENT OF CONSUMED AFFAIRS		
10	DEPARTMENT OF CONSUMER AFFAIRS FOR THE BUREAU OF AUTOMOTIVE REPAIR		
11	STATE OF CALIFO	PRNIA	
12	In the Matter of the Accusation Against:]	
13	JAVIER REGALADO, OWNER,	Case No. 79/15-38	
14	DOING BUSINESS AS JR SMOG CHECK ONLY	OAH No. 2014100527	
15	P.O. Box 52559 Riverside, CA 92517	FIRST AMENDED	
16	3720 Rubidoux Boulevard, #C	ACCUSATION	
17	Riverside, CA 92509		
18	Automotive Repair Dealer Registration No. ARD		
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19	Smog Check-Test Only Station License No. TC 267929		
20	JAVIER REGALADO, OWNER,		
21	DOING BUSINESS AS JR AUTO TECH AND		
22	TRANS FLEET SERVICE 323 W. La Cadena Dr.		
23	Riverside, CA 92501		
24	Automotive Repair Dealer Registration No. ARD		
25	271569		
26	Respondents.		
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PARTIES

- 1. Patrick Dorais (Complainant) brings this Accusation solely in his official capacity as the Chief of the Bureau of Automotive Repair, Department of Consumer Affairs.
- 2. On or about February 10, 2012, the Bureau of Automotive Repair issued Automotive Repair Dealer Registration Number ARD 267929 (the Registration) to Javier Regalado, Owner, doing business as JR Smog Check Only (Respondent Regalado). The Automotive Repair Dealer Registration was in full force and effect at all times relevant to the charges brought herein and will expire on February 28, 2015, unless renewed.
- 3. On or about March 5, 2012, the Bureau of Automotive Repair issued Smog Check-Test Only Station License Number TC 267929 (the Station License) to Respondent Regalado.

 The Station License was in full force and effect at all times relevant to the charges brought herein and will expire on February 28, 2015, unless renewed.
- 4. On or about January 29, 2013, the Bureau of Automotive Repair issued Automotive Repair Dealer Registration Number ARD 271569 (the Affiliated Registration) to Respondent Regalado, doing business as JR Auto Tech and Trans Fleet Service. The Affiliated Registration was in full force and effect at all times relevant to the charges brought herein and will expire on January 31, 2016, unless renewed.

JURISDICTION

- 5. This Accusation is brought before the Director of Consumer Affairs (Director) for the Bureau of Automotive Repair, under the authority of the following laws.
- 6. Section 118, subdivision (b), of the Code provides that the suspension, expiration, surrender, cancellation of a license shall not deprive the Director of jurisdiction to proceed with a disciplinary action during the period within which the license may be renewed, restored, reissued or reinstated.
- 7. Section 9884.13 of the Code provides, in pertinent part, that the expiration of a valid registration shall not deprive the director or chief of jurisdiction to proceed with a disciplinary

proceeding against an automotive repair dealer or to render a decision invalidating a registration temporarily or permanently.

8. Section 9884.20 of the Code states:

"All accusations against automotive repair dealers shall be filed within three years after the performance of the act or omission alleged as the ground for disciplinary action, except that with respect to an accusation alleging fraud or misrepresentation as a ground for disciplinary action, the accusation may be filed within two years after the discovery, by the bureau, of the alleged facts constituting the fraud or misrepresentation."

9. Section 9884.22 of the Code states:

"(a) Notwithstanding any other provision of law, the director may revoke, suspend, or deny at any time any registration required by this article on any of the grounds for disciplinary action provided in this article. The proceedings under this article shall be conducted in accordance with Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code, and the director shall have all the powers granted therein.

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- 10. Section 44002 of the Health and Safety Code provides, in pertinent part, that the Director has all the powers and authority granted under the Automotive Repair Act for enforcing the Motor Vehicle Inspection Program.
 - 11. Section 44072 of the Health and Safety Code states:

"Any license issued under this chapter and the regulations adopted pursuant to it may be suspended or revoked by the director. The director may refuse to issue a license to any applicant for the reasons set forth in Section 44072.1. The proceedings under this article shall be conducted in accordance with Chapter 5 (commencing with Section 11500) of Part 1 of Division 3 of Title 2 of the Government Code, and the director shall have all the powers granted therein."

12. Section 44072.4 of the Health and Safety Code states:

"The director may take disciplinary action against any licensee after a hearing as provided in this article by any of the following:

"(a) Imposing probation upon terms and conditions to be set forth by the director.

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- "(b) Suspending the license.
- "(c) Revoking the license."
- 13. Section 44072.6 of the Health and Safety Code provides, in pertinent part, that the expiration or suspension of a license by operation of law, or by order or decision of the Director of Consumer Affairs, or a court of law, or the voluntary surrender of the license shall not deprive the Director of jurisdiction to proceed with disciplinary action.
 - 14. Section 44072.7 of the Health and Safety Code states:

"All accusations against licensees shall be filed within three years after the act or omission alleged as the ground for disciplinary action, except that with respect to an accusation alleging a violation of subdivision (d) of Section 44072.2, the accusation may be filed within two years after the discovery by the bureau of the alleged facts constituting the fraud or misrepresentation prohibited by that section."

15. Section 44072.8 of the Health and Safety Code states:

"When a license has been revoked or suspended following a hearing under this article, any additional license issued under this chapter in the name of the licensee may be likewise revoked or suspended by the director."

STATUTORY PROVISIONS

- 16. Section 22 of the Code states:
- "(a) 'Board' as used in any provisions of this Code, refers to the board in which the administration of the provision is vested, and unless otherwise expressly provided, shall include 'bureau,' 'commission,' 'committee,' 'department,' 'division,' 'examining committee,' 'program,' and 'agency.'
- "(b) Whenever the regulatory program of a board that is subject to review by the Joint Committee on Boards, Commissions, and Consumer Protection, as provided for in Division 1.2 (commencing with Section 473), is taken over by the department, that program shall be designated as a 'bureau.'"

17. Section 23.7 of the Code states:

"Unless otherwise expressly provided, 'license' means license, certificate, registration, or other means to engage in a business or profession regulated by this code or referred to in Section 1000 or 3600."

18. Section 9884.7 of the Code states:

- "(a) The director, where the automotive repair dealer cannot show there was a bona fide error, may deny, suspend, revoke, or place on probation the registration of an automotive repair dealer for any of the following acts or omissions related to the conduct of the business of the automotive repair dealer, which are done by the automotive repair dealer or any automotive technician, employee, partner, officer, or member of the automotive repair dealer.
- "(1) Making or authorizing in any manner or by any means whatever any statement written or oral which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading.

"(4) Any other conduct that constitutes fraud.

- "(c) Notwithstanding subdivision (b), the director may suspend, revoke, or place on probation the registration for all places of business operated in this state by an automotive repair dealer upon a finding that the automotive repair dealer has, or is, engaged in a course of repeated and willful violations of this chapter, or regulations adopted pursuant to it."
 - 19. Section 44072.2 of the Health and Safety Code states:

"The director may suspend, revoke, or take other disciplinary action against a license as provided in this article if the licensee, or any partner, officer, or director thereof, does any of the following:

"(a) Violates any section of this chapter [the Motor Vehicle Inspection Program (Health and Saf. Code, § 44000, et seq.)] and the regulations adopted pursuant to it, which related to the licensed activities.

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FIRST UNDERCOVER RUN

- 23. At all times alleged in this Accusation, Edgar Chavez (Chavez) and Jessie were acting in the course and within the scope of a technician, employee, partner, officer, or member of Respondent Regalado.
- 24. On January 9, 2014, at approximately 1045 hours, a Bureau representative gave an undercover operator (the Operator) a Bureau-documented 2001 Honda. In its documented condition, the 2001 Honda had the following parts removed: exhaust manifold, catalytic converter, air intake cleaner assembly, Positive Crankcase Ventilation hose, camshaft gears, and fuel pressure regulator. It had aftermarket exhaust headers and pipes without a catalytic converter, an aftermarket air intake system, adjustable camshaft gears, an adjustable fuel pressure regulator, and a breather assembly in place of the Positive Crankcase Ventilation hose. This condition rendered the vehicle incapable of passing a proper smog inspection because of Gross Polluter tailpipe emissions, missing and modified parts, and an illuminated system malfunction light with a P0420 Catalyst System Efficiency code. The Operator was instructed to take the vehicle to Respondent Regalado's smog station, JR Smog Check Only, for a smog inspection.
- When the Operator arrived at JR Smog Check Only, he spoke with one of Respondent Regalado's employees, Jessie. The Operator told Jessie that he had a vehicle that needed to pass its smog inspection. After quoting the Operator \$180.00, Jessie told the Operator that the station's emission analyzer wasn't working and asked him to return another day. The Operator left the smog station.
- 26. On January 14, 2014, at 1019 hours, the Operator returned to Respondent Regalado's smog station, JR Smog Check Only, for the inspection. Three males were at the station, including Jessie and Edgar Chavez. Jessie asked the Operator for the keys and drove the Honda into the testing bay, and opened the hood.
- 27. Chavez clean-piped the Bureau-documented Honda using the exhaust sample from a Mercedes Benz ML430, CA License Number 6WGS663.
- After the inspection, Jessie removed the probes from the exhaust of both vehicles. 28. Chavez got out of the Honda, went to the analyzer, and typed on the keyboard. Jessie gave the

Operator a work order to fill out. Jessie gave the Operator a copy of the invoice and the Vehicle Inspection Report showing that the vehicle passed and that a certificate of compliance had been issued. The Operator paid Jessie \$180.00, left with the vehicle, and returned custody of it to a Bureau representative.

29. Later, a Bureau representative re-inspected the Honda. He confirmed that the condition of the Honda had not changed since he released custody of it previously for the undercover operation and that it would still fail a proper smog inspection in its condition.

SECOND UNDERCOVER RUN

- 30. On February 25, 2014, a Bureau representative gave an Operator a Bureau-documented 2002 Ford. In its documented condition, the vehicle had its existing catalytic converter and H-pipe removed. A Bureau representative installed an illegal, off-road X-pipe that had no catalytic converters. The vehicle's existing air filter housing and inlet tube had been removed; they were replaced with a non-approved cold air inlet system that did not have an Executive Order sticker and was illegal. The Bureau representative also installed an illegal open breather and a modification to prevent the malfunction indicator light from illuminating. In its documented condition, the vehicle would fail a proper smog inspection because of Gross Polluter tailpipe emissions and missing and modified components. The Operator was instructed to take the vehicle to Respondent Regalado's smog station, JR Smog Check Only, ask them to perform a smog inspection on that vehicle, and tell them that it needed to pass.
- 31. At 1130 hours on February 25, 2014, the Operator arrived at Respondent Regalado's smog station, JR Smog Check Only. Jessie and Chavez were there. The Operator told Jessie that he needed to have the Ford pass its smog inspection. Jessie quoted him \$120.00 for the inspection.
- 32. Jessie had the Operator fill out a work order. The Operator paid Jessie \$120.00. The Operator received a copy of the invoice and Vehicle Inspection Report showing that a certificate of compliance was issued. The Operator left with the Bureau-documented 2002 Ford and returned custody of it to a Bureau representative.

- 33. Later, a Bureau representative re-inspected it. He confirmed that the condition of the Ford had not changed since he released custody of it previously for the undercover operation and that it still would fail a proper smog inspection in its condition.
- 34. Respondents had clean-piped the Bureau-documented Ford; a GMC Safari, California license number 4YFP153; and a Honda Civic, California license number 5KKU100 using the exhaust sample from a Honda Civic, California License number 6VXG265. All three of these certified smog inspections resulted in smog certificates of compliance being issued.

FIRST CAUSE FOR DISCIPLINE

(Untrue or Misleading Statements)

- 35. Complainant re-alleges and incorporates by reference the allegations set forth above in paragraphs 23-34.
- 36. Respondent Regalado's Registration is subject to disciplinary action under section 9884.7, subdivision (a)(1), in that Respondent Regalado made or authorized statements which Respondent Regalado knew or in the exercise of reasonable care should have known to be untrue or misleading as follows: Respondent Regalado certified that the four vehicles described in paragraphs 23-34 were properly inspected and passed their smog inspections, when in fact and in truth those vehicles were not properly inspected.

SECOND CAUSE FOR DISCIPLINE

(Violations of Motor Vehicle Inspection Program)

- 37. Complainant re-alleges and incorporates by reference the allegations set forth above in paragraphs 23-36.
- 38. Respondent Regalado's Station License is subject to disciplinary action under Health and Safety Code sections 44072.10, subdivision (c), and 44072.2, subdivision (a), in that Respondent Regalado failed to comply with the following sections of that Code:
- a. <u>Section 44012</u>: failed to perform the tests of the emission control systems and devices on the vehicles described in paragraphs 23-36 in accordance with procedures prescribed by the Department.

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FOURTH CAUSE FOR DISCIPLINE

(Dishonesty, Fraud, or Deceit)

- 41. Complainant re-alleges and incorporates by reference the allegations set forth above in paragraphs 23-40.
- 42. Respondent Regalado's Registration is subject to disciplinary action under Code section 9884.7, subdivision (a)(4), and Respondent Regalado's Station License is subject to disciplinary action under Health and Safety Code sections 44072.10, subdivision (c) and 44072.2, subdivision (d), in that Respondent Regalado committed dishonest, fraudulent, or deceitful acts whereby another is injured by issuing smog inspection certificates for the vehicles described in paragraphs 23-40 without performing bona fide inspections of the emission control devices and systems on them, thereby depriving the People of the State of California of the protection afforded by the Motor Vehicle Inspection Program.

FIFTH CAUSE FOR DISCIPLINE

(Clean Piping)

- 43. Complainant re-alleges and incorporates by reference the allegations set forth above in paragraphs 23-42.
- 44. Respondent Regalado's Station license is subject to disciplinary action for clean piping under Health & Safety Code, § 44072.10, subdivision (c)(1), as defined in California Code of Regulations, title 16, section 3340.1, in that Respondent Regalado used a substitute exhaust emission sample of one vehicle in place of another vehicle's exhaust emission sample in order to cause the Emissions Inspection System to issue certificates of compliance for the inspections described in paragraphs 23-42.

OTHER MATTERS

45. Under Code section 9884.7, subdivision (c), the Director may suspend, revoke or place on probation the registration for all places of business operated in this State by Respondent Regalado upon a finding that Respondent Regalado has, or is, engaged in a course of repeated and willful violations of the laws and regulations pertaining to an automotive repair dealer.

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1	46. Under Health & Safety Code section 44072.8, if Respondent Regalado's Station		
2	License is revoked or suspended, the Director may likewise revoke or suspend any additional		
3	license issued under Chapter 5 of the Health and Safety Code in the name of Respondent		
4	Regalado.		
5	PRAYER		
6	WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged,		
7	and that following the hearing, the Director of Consumer Affairs issue a decision:		
8	1. Revoking or suspending Automotive Repair Dealer Registration Number ARD		
9	267929, issued to Javier Regalado, Owner, doing business as JR Smog Check Only;		
10	2. Revoking or suspending Smog Check-Test Only Station License Number TC 267929		
11	issued to Javier Regalado, Owner, doing business as JR Smog Check Only;		
12	3. Revoking or suspending the registration for all places of business operated in this		
13	State by Javier Regalado, including Automotive Repair Dealer Registration No. ARD 271569;		
14	4. Revoking or suspending any additional license issued under Chapter 5 of the Health		
15	and Safety Code in the name of Javier Regalado;		
16	5. Ordering Javier Regalado, Owner, doing business as JR Smog Check Only, to pay the		
17	Bureau of Automotive Repair the reasonable costs of the investigation and enforcement of this		
18	case, pursuant to Business and Professions Code section 125.3; and		
19	6. Taking such other and further action as deemed necessary and proper.		
20			
21	DATED: March 2, 2015 Patrick Do cai		
22	PATRICK DORAIS Chief		
23	Bureau of Automotive Repair Department of Consumer Affairs		
24	State of California Complainant		
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