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7	Attorneys for Complainant		
8	BEFORE T		
9	STRUCTURAL PEST CONTROL BOARD DEPARTMENT OF PESTICIDE REGULATION		
10	STATE OF CALIFORNIA		
11			
12	In the Matter of the Accusation Against:	Case No. 2011-65	
13	STEVEN GEORGE MAYNE, JR.	ACCUSATION	
14	9025 Church Street Gilroy, California 95020,		
	Operator's License No. OPR 11743		
15	Branch 3		
16	Respondent		
17	In the Matter of the Statement of Issues Against:	Case No. 2011-66	
18	MARY & STEVEN TERMITE CONTROL	STATEMENT OF ISSUES	
19	STEVEN GEORGE MAYNE, JR., Owner 9025 Church Street		
20	Gilroy, California 95020		
21			
22	Applicant.		
23			
24	Complainant alleges:		
25	PARTIES		
26	1. William H. Douglas (Complainant) brings this Accusation and Statement of Issues		
27	solely in his official capacity as the Interim Registrar/Executive Officer of the Structural Pest		
28	Control Board, Department of Pesticide Regulation.		
	1		
		ACCUSATION AND STATEMENT OF ISSUES	

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- 2. On or about August 6, 1993, the Structural Pest Control Board issued Applicator License No. RA 33439 in Branch 2 to Respondent Steven George Mayne, Jr., as an employee of Servers Pest Control. The license was cancelled on August 6, 1996.
- 3. On or about August 11, 1997, the Structural Pest Control Board, Department of Pesticide Regulation, issued Field Representative's License No. FR 28271 in Branch 3 to Steven G. Mayne, Jr., as an employee of S.G. Mayne Termite Company, Inc. The license was cancelled on February 23, 2000.
- 4. On or about September 17, 1999, the Structural Pest Control Board, Department of Pesticide Regulation, issued Operator's License No. OPR 10094 in Branches 2 and 3 to Steven G. Mayne, Jr., as an employee of Antique Termite, Inc. On or about November 9, 1999, Operator's License No. OPR 10094 became the President and Qualifying Manager of Respectable Termite, Inc. On March 10, 2000, Operator's License No. OPR 10094 became the Owner and Qualifying Manager of Respectable Termite Co. The license was cancelled on June 30, 2002.
- 5. On or about November 9, 1999, the Structural Pest Control Board, Department of Pesticide Regulation, issued Company Registration Certificate No. PR 3552, Branches 2 and 3, to Respectable Termite, Inc., with Steven George Mayne, Jr., as President and Qualifying Manager. The registration was cancelled on February 18, 2000.
- 6. On or about March 10, 2000, the Structural Pest Control Board issued Company Registration Certificate No. PR 3628 in Branches 2 and 3 to Respectable Termite Control with Steven George Mayne, Jr., as the Owner and Qualifying Manager. On or about October 1, 2002, Company Registration Certificate No. PR 3628 was suspended for having no qualifying manager due to failure to renew the operator's license. On or about December 16, 2002, Company Registration Certificate No. PR 3628 was suspended for failure to maintain general liability insurance as required by Business and Professions Code, section 8690. On or about August 20, 2003, Company Registration Certificate No. PR 3628 was suspended for failure to maintain a surety bond as required by Business and Professions Code section 8697. The registration was cancelled on March 27, 2006.

- 7. On or about August 29, 2008, the Structural Pest Control Board, Department of Pesticide Regulation, issued Operator's License No. OPR 11743, inactive in Branch 3, to Respondent Steven George Mayne, Jr. On or about March 11, 2011, Operator's License No. OPR 11743 reflected employment with Antique Termite, Inc., with a business address of 1913 Stone Avenue, San Jose, California, 95125 and reflected an address change to 9025 Church Street, Gilroy, California 95020. Operator's License No. OPR 11743 is currently in effect and renewed through June 30, 2011.
- 8. On or about November 5, 2010, the Structural Pest Control Board, Department of Pesticide Regulation, received an application for a Branch 3, Company Registration Certificate, from Mary & Steven Termite Control, with Steven George Mayne, Jr, as the Owner/Operator. On or about November 4, 2010, Steven G. Mayne, Jr, certified under penalty of perjury to the truthfulness of all statements, answers, and representations in the application. The Board denied the application on January 25, 2011.

### **JURISDICTION**

9. This Accusation and Statement of Issues is brought before the Structural Pest Control Board (Board), Department of Pesticide Regulation, under the authority of the following laws.

All section references are to the Business and Professions Code unless otherwise indicated.

## STATUTORY PROVISIONS

- 10. Section 8620 of the Business and Professions Code (Code) provides, in pertinent part, that the Board may suspend or revoke a license when it finds that the holder, while a licensee or applicant, has committed any acts or omissions constituting cause for disciplinary action or in lieu of a suspension may assess a civil penalty.
  - 11. Section 8625 of the Code states:

"The lapsing or suspension of a license or company registration by operation of law or by order or decision of the board or a court of law, or the voluntary surrender of a license or company registration shall not deprive the board of jurisdiction to proceed with any investigation of or action or disciplinary proceeding against such licensee or company, or to render a decision suspending or revoking such license or registration."

#### 12. Section 8639 of the Code states:

"Aiding or abetting an unlicensed individual or unregistered company to evade the provisions of this chapter [the Structural Pest Control Act] or knowingly combining or conspiring with an unlicensed individual or unregistered company, or allowing one's license or company registration to be used by an unlicensed individual or unregistered company, or acting as agent or partner or associate, or otherwise, of an unlicensed individual or unregistered company to evade the provisions of this chapter is a ground for disciplinary action."

- 13. Section 8642 of the Code states that "[t]he commission of any grossly negligent or fraudulent act by the licensee as a pest control operator, field representative, or applicator or by a registered company is a ground for disciplinary action."
  - 14. Section 8648 of the Code states:

"Authorizing, directing, conniving at or aiding in the publication, advertisement, distribution or circulation of any material by false statement or representation concerning a registered company's business is a ground for disciplinary action."

15. Section 8650 of the Code states:

"Acting in the capacity of a licensee or registered company under any of the licenses or registrations issued hereunder except:

- "(a) In the name of the licensee or registered company as set forth upon the license or registration, or
- "(b) At the address and location or place or places of business as licensed or registered or as later changed as provided in this chapter is a ground for disciplinary action."
- 16. Section 8610(a) of the Code states in relevant part that "every company that engages in the practice of structural pest control, as a sole proprietorship, partnership, corporation, or other organization or any combination thereof, shall be registered with the Structural Pest Control Board. "
  - 17. Section 8651 of the Code states:

"The performing or soliciting of structural pest control work, the inspecting for structural or household pests, or the applying of any pesticide, chemical, or allied substance for the purpose of

eliminating, exterminating, controlling, or preventing structural pests in branches of pest control other than those for which the operator, field representative, or applicator is licensed or the company is registered is a ground for disciplinary action."

### 18. Section 8646 of the Code states:

"Disregard and violation of pesticide use and application, structural pest control device, furnigation, or extermination laws of the state or of any of its political subdivisions, or regulations adopted pursuant to those laws, is a ground for disciplinary action."

- 19. Section 125.3 of the Code provides, in pertinent part, that the Board/Registrar/Director may request the administrative law judge to 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.
  - 20. Section 8550 of the Code states:
- "(a) It is unlawful for any individual to engage or offer to engage in the business or practice of structural pest control, as defined in Section 8505, unless he or she is licensed under this chapter.
- "(b) Notwithstanding subdivision (a), an unlicensed individual may solicit pest control work on behalf of a structural pest control company only if the company is registered pursuant to this chapter, and the unlicensed individual does not perform or offer to perform any act for which an operator, field representative, or applicator license is required pursuant to this chapter. As used in this subdivision, to "solicit pest control work" means to introduce consumers to a registered company and the services it provides, to distribute advertising literature, and to set appointments on behalf of a licensed operator or field representative.
- "(c) It is unlawful for an unlicensed individual, soliciting pest control work on behalf of a registered structural pest control company pursuant to subdivision (b), to perform or offer to perform any act for which an operator, field representative, or applicator license is required, including, but not limited to, performing or offering pest control evaluations or inspections, pest identification, making any claims of pest control safety or pest control efficacy, or to offer price quotes other than what is provided and printed on the company advertising or literature, or both.

"(d) It is also unlawful for any unlicensed individual to offer any opinion, or to make ar
recommendations, concerning the need for structural pest control work in general, or in
connection with a particular structure.

- "(e) It is unlawful for any firm, sole proprietorship, partnership, corporation, association, or other organization or combination thereof to engage or offer to engage in the practice of structural pest control, unless registered in accordance with Article 6 (commencing with Section 8610)."
  - 21. Section 8552 of the Code states:

"It is unlawful for any person to advertise or represent in any manner that any pest control work, in whole or in part, has been done upon any structure, unless the work has been performed by a company registered under this chapter."

- 22. Section 8568 of the Business and Professions Code (Code) provides, in pertinent part, that the Board may deny a license or registration if the applicant, while unlicensed or not registered, knowingly committed or aided or abetted the commission of any act for which a license or company registration is required, or has committed any act or omissions constituting grounds for discipline under section 480 of that code.
  - 23. Section 480 of the Code states in relevant part that:
- "(a) A board may deny a license regulated by this code on the grounds that the applicant has one of the following:
- "(2) Done any act involving dishonesty, fraud, or deceit with the intent to substantially benefit himself or herself or another, or substantially injure another.
- "(3) (A) Done any act that if done by a licentiate of the business or profession in question, would be grounds for suspension or revocation of license.
  - "(c) A board may deny a license regulated by this code on the ground that the applicant
- "(c) A board may deny a license regulated by this code on the ground that the applicant knowingly made a false statement of fact required to be revealed in the application for the license."

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## REGULATORY PROVISIONS

- 24. California Code of Regulations, title 16, section 1999.5, provides in relevant part that: "It is the purpose of this regulation to protect the public from false, misleading, deceptive, or unfair representations or claims concerning structural pest control while enabling the public to receive truthful and legitimate information about those structural pest control products and services and the potential of these products and services to reduce impact to health or the environment."
- "(a) It is unlawful for any licensee, or any employee thereof, directly or indirectly to make disseminate, represent, claim, state, or advertise, or cause to be made, disseminated, represented, claimed, stated or advertised by any manner or means whatever, any statement or representation concerning structural pest control, as defined in Business and Professions Code section 8505, which is unfair, deceptive, untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be unfair, deceptive, untrue or misleading."

## FACTUAL BACKGROUND

25. On or about August 16, 2010, during the course of investigating another matter, a Specialist for the Structural Pest Control Board (Board) received a Wood Destroying Pests and Organisms inspection report (WDO), and a supplemental report, prepared for a real estate agent on property located at 13905 Sheila Avenue, in Morgan Hill, California. Both reports were signed by Steven George Mayne, Jr., Operator's License No. OPR 11743, (Respondent), and appeared under the company name M & S Pest Control and Termite, Company Registration Certificate PR 3628, with an address of P. O. Box 2328, in Gilroy, California, 95021. A review of the Board's records for M & S Pest Control and Termite showed that the Company Registration Certificate No. PR 3628 was a cancelled registration belonging to Respectable Termite Control, registered to conduct business as a Branch 2 and Branch 3 company. The Board's records also showed that Respondent, licensed as Operator's License No. OPR 10094, disassociated himself as the qualifying manager for Company Registration Certificate No.PR 3628 on June 30, 2002, and allowed Operator's License No. OPR 10094 to expire on that same date. Operator's License No. OPR 11743, used by Respondent on his WDO inspection reports

prepared for the property at 13905 Sheila Avenue in Morgan Hill, has been on inactive status since it was issued in August 29, 2008.

- 26. On or about August 16, 2010, the Board's specialist found that Respondent advertised and solicited pest control services under the business name M & S Pest Control and Termite (M&S). The Board's specialist also found that Respondent advertised on a computer website, that M & S Pest Control and Termite could perform structural pest control services in both Branch 2 and 3. The services Respondent advertised and solicited require registration with the State of California, insurance, a bond as well as registration with the County Department of Agriculture. In checking the status of M&S with the Santa Clara County Department of Agriculture and Environmental Management, South County Office, the Board's specialist learned that Respondent's company, M&S, was not registered to practice pest control in that county.
- 27. On or about September 15, 2010, while reviewing the WDO reports Respondent prepared, the Board's specialist noticed a paragraph in the reports indicating that "M & S technicians were state certified and were constantly being upgraded by training." Further, the statement provided a telephone number for inquiries. The Board's specialist called the telephone number provided and found that it was registered to a plumbing company. The Board later found that the telephone number Respondent listed in his WDO reports had been issued to the plumbing company several years ago.
- 28. During the Board's investigation regarding Respondent's activities as M&S, the Board's specialist was advised by two separate real estate agents that Respondent frequently prepared WDO reports on personal as well as real property transactions using the reports from Respondent doing business as M&S.

#### **ACCUSATION**

### FIRST CAUSE FOR DISCIPLINE

(Unlicensed Practice)

29. Respondent's operator's license is subject to disciplinary action under Business and Professions Code section 8550(e) in that Respondent engaged in the practice of pest control

without properly registering with the Structural Pest Control Board, as set forth in paragraphs 26-28, above.

### SECOND CAUSE FOR DISCIPLINE

(Improper Company Registration)

30. Respondent's license is subject to disciplinary action under Business and Professions Code section 8610 in that he failed to register his company known as M&S Pest Control with the Structural Pest Control Board as set forth in paragraphs 25, 26 and 28, above.

## THIRD CAUSE FOR DISCIPLINE

(Representing an Unregistered Company)

31. Respondent's license is subject to disciplinary action under Business and Professions Code section 8552 in that Respondent represented an unregistered company known as M&S Pest Control in the performance of wood destroying pest and organism inspections as set forth in paragraphs 25-28, above.

## FOURTH CAUSE FOR DISCIPLINE

(Grossly Negligent and/or Fraudulent Act)

32. Respondent's license is subject to disciplinary action under Business and Professions Code section 8642 of the Business and Professions Code in that Respondent committed a grossly negligent and/or fraudulent act(s) by representing M & S Pest Control and Termite as a legitimately registered pest control company by using a cancelled registration number in the performance and preparation of a wood destroying pests and organisms inspection report as set forth in paragraphs 25-28, above.

## FIFTH CAUSE FOR DISCIPLINE

(Aiding and Abetting an Unregistered Company)

33. Respondent's license is subject to disciplinary action under Business and Professions Code section 8639 of in that Respondent aided and abetted an unregistered company to avoid the provisions of the Structural Pest Control Act by soliciting and performing structural pest control activities on behalf of the company M & S Pest Control and Termite as set forth in paragraphs 25-28, above.

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### SIXTH CAUSE FOR DISCIPLINE

(Deviation from Operations Authorized by License or Registration)

34. Respondent's license is subject to disciplinary action under Business and Professions Code section 8651 in that Respondent solicited to perform in branches of pest control other than those for which he was licensed as set forth in paragraphs 25-28, above.

## SEVENTH CAUSE FOR DISCIPLINE

(Failure to Register)

35. Respondent's license is subject to disciplinary action under Business and Professions Code section 8646 in that Respondent disregarded and/or violated laws of the state and/or regulations adopted pursuant to those laws, concerning pesticide use and application, fumigation, or extermination of the state by failing to register M & S Pest Control and Termite with the County Agricultural Department as set forth in paragraphs 25-28, above.

## EIGHTH CAUSE FOR DISCIPLINE

(False Statement or Representation)

36. Respondent's license is subject to disciplinary action under Business and Professions Code section 8648, as defined in California Code of Regulations, Title 16, section 1999.5, in that Respondent advertised that his company, M & S Pest Control and Termite could perform structural pest control services in both Branch 2 and 3, representing that the company was legitimate, when in fact it was not, as set forth in paragraphs 25-28, above.

# STATEMENT OF ISSUES

# FIRST CAUSE FOR DENIAL OF APPLICATION

(Unlicensed Activity)

37. Respondent's application is subject to denial under Business and Professions Code sections 8550, 8552, 8568, for the violation of section 8639 of the Code pursuant to Code section(s) 480(a)(2) and 480(a)(3)(A) in that Respondent solicited and performed structural pest activities on behalf of an unregistered company, to wit: M & S Pest Control and Termite, as set forth in paragraphs 25-28, above.

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### SECOND CAUSE FOR DENIAL OF APPLICATION

(False Statement)

38. Respondent's application is subject to denial under Business and Professions Code sections 8550, 8552, 8568, for the violation of section 8639 of the Code pursuant to Code section 480(c), in that Respondent answered "No" in response to Question No. 7 of the Application which asks: "Are you, or any of you, at the present time employed or engaged in the pest control business?" As set forth in paragraph 26, 27 and 29, above, Respondent was engaged in advertising and soliciting business to practice pest control, including the preparation of WDO reports for real estate agents, as set forth in paragraphs 25-28, above.

## THIRD CAUSE FOR DENIAL OF APPLICATION

(False Statement)

39. Respondent's application is subject to denial under Business and Professions Code sections 8550, 8552, 8568, for the violation of section 8639 of the Code pursuant to Code section 480(c), in that Respondent answered "No" in response to Question No. 8 of the Application which asks: "Have you, or any of you, ever had a professional or vocational license refused, suspended, or revoked by this or any other state?" As set forth in paragraph 6 above, the Board issued Company Registration Certificate No. PR 3628, (Branches 2 and 3) to Respondent Steven George Mayne, Jr., as the owner and qualifying manager of Respectable Termite Control. Company Registration Certificate No. PR 3628 was subject to suspension on or about October 1, 2002, December 16, 2002, and on August 20, 2003, as set forth in paragraph 6, above.

## **OTHER MATTERS**

- 40. Pursuant to section 8624 of the Code, if Operator's License No. OPR 11743, issued to respondent is suspended or revoked, the Board may suspend or revoke the registration of any registered company under the name of Steven George Mayne, Jr.
- 41. Pursuant to section 8654 of the Code, if discipline is imposed on Operator's License No. OPR 11743 issued to Respondent, Steven George Mayne, Jr. shall be prohibited from serving as an officer, director, associate, partner, qualifying manager, or responsible managing employee for any registered company during the time the discipline is imposed, and any registered company

which employs, elects, or associates Steven George Mayne, Jr. shall be subject to disciplinary action.

- 42. Section 8622 of the Code provides, in pertinent part, that respondent shall submit an inspection fee of not more than \$125. If a reinspection is necessary, a commensurate reinspection fee shall be charged.
- 43. Section 8620 of the Code provides, in pertinent part, that a respondent may request that a civil penalty of not more than \$5,000 be assessed in lieu of an actual suspension of 1 to 19 days, or not more than \$10,000 for an actual suspension of 20 to 45 days. Such request must be made at the time of the hearing and must be noted in the proposed decision. The proposed decision shall not provide that a civil penalty shall be imposed in lieu of a suspension.

## **PRAYER**

WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged in the accusation, and that following the hearing, the Structural Pest Control Board issue a decision:

- 1. Revoking or suspending Operator's License Number OPR 11743, issued to Steven George Mayne, Jr.;
- 2. Denying the application of Mary & Steven Termite Control, Steven George Mayne, Jr., owner/operator, for registration of company;
- 3. Prohibiting Steven George Mayne, Jr., from serving as an officer, director, associate, partner, or qualifying individual of any licensee during the period that discipline is imposed on Operator's License Number OPR 11743;
- 4. Revoking or suspending any other license for which Steven George Mayne, Jr., is furnishing the qualifying experience or appearance;
- 5. Ordering Steven George Mayne, Jr., to pay the Board its costs in the investigation and enforcement of the case according to proof at the hearing, pursuant to Business and Professions Code section 125.3;

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1	6. Taking such other and further action as deemed necessary and proper.	
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3 4	DATED: 6/16/11 Juliam H. Dauglas	
5	WILLIAM H. DOUGLAS	
6	Interim Registrar/Executive Officer Structural Pest Control Board Department of Pesticide Regulation	
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ACCUSATION AND STATEMENT OF ISSUES