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7	BEFORE THE		
8	REGISTRAR OF CONTRACTORS		
	CONTRACTORS' STATE LICENSE BOARD DEPARTMENT OF CONSUMER AFFAIRS		
.9	STATE OF CALIFORNIA		
10			
11			
10	In the Matter of the Accusation Against:	Case No. N2018-144	
12	PHOENIX CONSTRUCTION & REMODELING,		
13	6947 Sycamore Rd, Unit B Atascadero, CA 93422	FIRST SUPPLEMENTAL	
14	RONALD GENE BERRY, RMO/CEO/PRES	ACCUSATION	
15	(3/22/2013-present), KACY RAY ELISARRARAS, RMO		
	(1/5/2009-1/13/2013),		
16	ANDREW MITCHELL BERRY, Officer (1/5/2009-3/25-2016),		
17	SCOTT ANTHONY BERRY, CEO/President		
18	(1/5/2009-9/23/2012)	·	
10	Contractor's License No. 926848,	•	
19	Respondent,		
20			
21	BERRY CONSTRUCTION,		
22	2500 Monterey Road Atascadero, CA 93422		
	RONALD GENE BERRY, Sole Owner		
23	Contractor's License No. 724224,		
24	. '		
25	Affiliated Party.		
26			
	Complete all		
27	Complainant alleges:		
28			

.23 .24

PARTIES

- 1. Wood Robinson (Complainant) brings this Accusation solely in his official capacity as the Enforcement Supervisor I of the Contractors' State License Board, Department of Consumer Affairs (Board).
- 2. The allegations contained in the Accusation heretofore filed are re-alleged and incorporated by reference as if fully set forth.

JURISDICTION

- 3. This First Supplemental Accusation is brought before the Registrar of Contractors (Registrar) for the Contractors' State License Board, Department of Consumer Affairs, under the authority of the following laws. All section references are to the Business and Professions Code unless otherwise indicated.
- 4. Section 118, subdivision (b), provides that the expiration of a license shall not deprive the Registrar of jurisdiction to proceed with a disciplinary action during the period within which the license may be renewed, restored, reissued or reinstated. Under section 7076.1, the Registrar may reinstate a cancelled license if the licensee pays all of the fees and meets all of the qualifications and requirements for obtaining an original license.
- 5. Section 7076.5 provides that the inactive status of a license shall not bar any disciplinary action for violating provisions of the Contractors' State License Law (Bus. & Prof. Code §§ 7000, et seq.).
- 6. Section 7090 provides 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.
 - 7. Section 7095 states that the Registrar in making his order 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 its 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."

- 8. Sections 7097 and 7098 provide that when any license has been suspended or revoked following a hearing, the Registrar may suspend or revoke any additional license issued in the name of the licensee or for which the licensee furnished qualifying experience and appearance under the provisions of 7068 of the Code, without further notice.
- 9. Section 7106.5 provides that the expiration, cancellation, forfeiture, 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 the license 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.

10. Section 7121 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."

11. Section 7121.5 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."

12. Section 7122 states:

"The performance by an individual, partnership, corporation, limited liability company, firm, or association of an act or omission constituting a cause for disciplinary action, likewise constitutes a cause for disciplinary action against a 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, 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 or omission."

13. Section 7122.5 states:

"The performance by an individual, partnership, corporation, limited liability company, firm, or association of an act or omission constituting a cause for disciplinary action, likewise constitutes a cause for disciplinary action against a licensee who at the time that the act or omission occurred was the qualifying individual of that individual, partnership, corporation, limited liability company, firm, or association, whether or not he or she had knowledge of or participated in the prohibited act or omission."

14. Section 7141 states:

"(a) Except as otherwise provided in this chapter, a license that has expired may be renewed at any time within five years after its expiration by filing an application for renewal on a form prescribed by the registrar and payment of the appropriate renewal fee. Renewal under this section shall be effective on the date an acceptable renewal application is filed with the board.

1	The licensee shall be considered	
2	between the expiration date and	
3	subdivision (b), if the license is	
4	delinquency fee prescribed by th	
5		
6	"(d) If a license is not rer	
7	a license pursuant to Section 706	
8		
9	15. Section 7109 states:	
10	"(a) A willful departure i	
11	and workmanlike construction co	
12	in accordance with plans and spe	
13	architect.	
14	16. Section 7110 states:	
15	"Willful or deliberate disre	
16	political subdivision thereof, or o	
17	1689.8, inclusive, or Sections 16	
18	laws or labor laws or compensati	
19	or violation by any licensee of ar	
20	relating to the digging, boring, or	
21	Section 4216) of Chapter 3.1 of l	
22	for disciplinary action."	
23	2	
24	17. On or about June 23,	
25	Kleck Rd LLC to purchase a nev	

27

28

The licensee shall be considered unlicensed and there will be a break in the licensing time between the expiration date and the date the renewal becomes effective. Except as provided in subdivision (b), if the license is renewed after the expiration date, the licensee shall also pay the delinquency fee prescribed by this chapter.

"(d) If a license is not renewed within five years, the licensee shall make an application for a license pursuant to Section 7066."

STATUTORY PROVISIONS

"(a) A willful departure in any material respect from accepted trade standards for good and workmanlike construction constitutes a cause for disciplinary action, unless the departure was in accordance with plans and specifications prepared by or under the direct supervision of an architect

"Willful or deliberate disregard and violation of the building laws of the state, or of any political subdivision thereof, or of Section 8505 or 8556 of this code, or of Sections 1689.5 to 1689.8, inclusive, or Sections 1689.10 to 1689.13, inclusive, of the Civil Code, or of the safety laws or labor laws or compensation insurance laws or Unemployment Insurance Code of the state, or violation by any licensee of any provision of the Health and Safety Code or Water Code, relating to the digging, boring, or drilling of water wells, or Article 2 (commencing with Section 4216) of Chapter 3.1 of Division 5 of Title 1 of the Government Code, constitutes a cause for disciplinary action."

2021 KLECK ROAD PROJECT

17. On or about June 23, 2015, homeowner L.S. entered into a written contract with Kleck Rd LLC to purchase a new construction home erected by Respondent located at 2021 Kleck Road in Paso Robles, California (2021 Kleck Road Project). After the initial revised build out upgrades, Respondent and homeowner L.S. entered into additional change orders to the project. Homeowner L.S. paid \$775,543.53 for the project. An industry expert inspected the

project and estimated the costs to correct Respondent's work is approximately \$70,060.00. In addition, on or about May 15, 2018, L.S. chose subcontractor, J.P., from a list of contractors provided by Respondent to repair a cracked ledger board. On or about July 10, 2018, J.P., made the repairs to the cracked ledger board.

SEVENTH CAUSE FOR DISCIPLINE

(Building Law Violation - No Building Permit)

18. Respondent is subject to disciplinary action under section 7110, in that on the 2021 Kleck Road Project, Respondent willfully or deliberately disregarded and violated building codes when he: (1) failed to obtain required permit approvals for a larger deck construction prior to commencement of work; and (2) failed to acquire a permit for the cracked ledger board repair prior to the repair being made by subcontractor, J.P.

2015 KLECK ROAD PROJECT

19. On or about October 25, 2015, homeowner D.W. entered into a written contract with Kleck Rd LLC to purchase a new construction home erected by Respondent located at 2015 Kleck Road in Paso Robles, California (2015 Kleck Road Project). Homeowner D.W. paid \$749,600.00 for the project, of which \$40,600.00 was for upgrades. An industry expert inspected the project and estimated the costs to correct Respondent's work is approximately \$73,622.00. Additionally, an industry expert estimated the costs to correct Respondent's work specifically regarding the water pipe to be an additional \$2,537.12, approximately.

EIGHTH CAUSE FOR DISCIPLINE

(Departure From Accepted Trade Standards)

- 24. Respondent is subject to disciplinary action under section 7109, subdivision (a), in that on the 2015 Kleck Road Project, Respondent willfully departed in a material respect from accepted trade standards for good and workmanlike construction.
 - a. As follows:
 - 1) Respondent failed to properly install the water pipe at the correct depth.

OTHER MATTERS

20. Pursuant to sections 7097 and 7098 of the Code, if license No.926848 issued to

Respondent is suspended or revoked, the Registrar may suspend or revoke, without notice, any other license issued in the name of Ronald Gene Berry or for which Ronald Gene Berry furnished the qualifying experience and appearance.

21. Pursuant to sections 7121, 7121.5, 7122 and/or 7122.5, if discipline is imposed on license number 926848 issued to Respondent, Ronald Gene Berry shall be prohibited from serving as an officer, director, associate, partner, manager, or qualifying individual, or member of the personnel of record of any licensee during the time the discipline is imposed, and any licensee which employs, elects, or associates Ronald Gene Berry shall be subject to disciplinary action.

<u>PRAYER</u>

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

As to Phoenix Construction & Remodeling

- 1. Revoking or suspending Contractor's License No. 926848 issued to Phoenix Construction & Remodeling, Ronald Gene Berry, RMO/CEO/PRES (3/22/2013-present), Kacy Ray Elisarraras, RMO (1/5/2009-1/13/2013), Andrew Mitchell Berry, Officer (1/5/2009-3/25-2016), Scott Anthony Berry, CEO/President (1/5/2009-9/23/2012);
- 2. Prohibiting Ronald Gene Berry from serving as an officer, director, associate, partner, or qualifying individual of any licensee during the period that discipline is imposed on license No. 926848, issued to Phoenix Construction & Remodeling, Ronald Gene Berry, RMO/CEO/PRES (3/22/2013-present), Kacy Ray Elisarraras, RMO (1/5/2009-1/13/2013), Andrew Mitchell Berry, Officer (1/5/2009-3/25-2016), Scott Anthony Berry, CEO/President (1/5/2009-9/23/2012);
- 3. Revoking or suspending any other license for which Ronald Gene Berry is furnishing the qualifying experience or appearance;
- 4. Ordering restitution of all damages according to proof suffered by homeowners L.S. and D.W., as a condition of probation in the event probation is ordered;
- 5. Ordering restitution of all damages suffered by homeowners L.S. and D.W. as a result of Ronald Gene Berry's conduct as a contractor, as a condition of restoration of license

As to All Taking such other and further action as deemed necessary and proper. 12. Enforcement Supervisor I Contractors' State License Board Department of Consumer Affairs SEP 2 4 2019 State of California Complainant 100 **CSLB DSS** LA2018602670 53712538.docx