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

In the Matter of the Accusation Against:	Case No.:	77/16-5213
JOSEPH P. CHANG, Owner dba, AUTO LOGIC 265 San Bruno Avenue East San Bruno, CA 94066	OAH No.:	2018090320
25 Topsail Court (Mailing) Pleasant Hill, CA 94523		
Automotive Repair Dealer License No.: ARD 256470 Lamp Station License No.: LS 256470, Class A Brake Station License No.: BS 256470, Class A Smog Check Inspector License No.: EO 146618 Smog Check Repair Technician License No.: EI 146618 Brake Adjuster License No.: BA 146618, Class A Lamp Adjuster License No.: LA 146618, Class A	51 25	3
and		
EDWARD C. TAN 265 San Bruno Avenue East San Bruno, CA 94066		
Smog Check Inspector License No.: EO 630396 Smog Check Repair Technician License No.: EI 630396 Brake Adjuster License No.: BA 630396 Lamp Adjuster License No.: LA 630396	2	
Respondents.		

DECISION

The attached Proposed Decision of the Administrative Law Judge is hereby accepted and adopted by the Director of the Department of Consumer Affairs as the Decision in the above-

entitled matter, except that, pursuant to Government Code section 11517, subdivision (c)(2)(C), technical or other minor changes in the Proposed Decision are made as follows:

1. Page 1, caption: "(EU)" is corrected to "(EI)."

The technical or minor change made above does not affect the factual or legal basis of the Proposed Decision.

This Decision shall become effective at 5:00 PM on

DATED: March 12,2019

tail 17, 2019

GRACE ARUPO RODRIGUEZ Assistant Deputy Director Legal Affairs Division Department of Consumer Affairs

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

In the Matter of the Accusation Against:

JOSEPH P. CHANG, Owner dba AUTO LOGIC

Automotive Repair Dealer Registration No. ARD 256470 Brake Adjusting Station License No. BS 256470, Class A Lamp Adjusting Station License No. LS 256470, Class A Lamp Adjuster License No. LA146618, Class A Brake Adjuster License No. BA146618, Class A Smog Check Inspector License No. EO146618 Smog Check Repair Technician License No.

and

EI146618

EDWARD C. TAN

Lamp Adjuster License No. LA630396 Brake Adjuster License No. BA630396 Smog Check Inspector (EU) License No. 630396

Smog Check Repair Technician (EO) License No. 630396

Respondents.

Case No. 77/16-5213

OAH No. 2018090320

PROPOSED DECISION

Administrative Law Judge Ruth S. Astle, State of California, Office of Administrative Hearings, heard this matter on November 14, 2018, in Oakland, California.

Deputy Attorney General Christopher M. Young represented complainant Patrick Dorais, Chief of the Bureau of Automotive Repair.

Respondents Joseph P. Chang and Edward C. Tan were present. William Ferreira, Attorney at Law, represented both respondents and Auto Logic. Both respondents were present throughout the proceeding.

The matter was submitted for decision on November 14, 2018.

FACTUAL FINDINGS

The parties stipulated to the truth of all the factual bases of the accusation. They also stipulated to the admission of all 52 Exhibits.

1.e Patrick Dorais, Chief of the Bureau of Automotive Repair, brought thee accusation in his official capacity.

2.e Auto Logic: On October 14, 2008, the Bureau of Automotive Repair (Bureau)e issued Automotive Repair Dealer Registration No. ARD 256470 to Joseph P, Chang (Chang), owner, doing business as Auto Logic (Auto Logic), located in San Bruno, California. The Automotive Repair Dealer Registration will expire on October 31, 2019, unless renewed. On January 23, 2009, the Bureau issued Lamp Station License No. LS256470, Class A to respondent Auto Logic. On January 23, 2009, the Bureau issued Brake Station License BS256470, Class A to respondent Auto Logic.

3.e Joseph P. Chang: Respondent Chang was also licensed as a brake adjuster.e License No. BA146618, Class A, was issued in 2004. The Brake Adjuster license expired on September 30, 2016, and has not been renewed. Respondent Chang was also licensed as a Lamp Adjuster. License No. LA146618, Class A, was issued in 2004. The Lamp Adjuster License expired on September 30, 2016, and has not been renewed. In 2003, the Bureau issued Advanced Emission Specialist License No. EA 146618 to respondent Chang. License No. EA 146618 was cancelled September 11, 2012. That license was renewed as Smog Check Inspector License No. EO 146618 and Smog Check Repair Technician License No. EI 146618. The Smog Check Inspector License and Smog Check Repair Technician Licenses will expire September 31, 2020.

4.e Edward C. Tan: Respondent Tan was licensed as a brake adjuster. Licensee No. BA630396, Class A, was issued to respondent Tan on March 9, 2009. The brake adjuster license expired on April 30, 2016, and has not been renewed. Respondent Tan was

licensed as a lamp adjuster. License No. LA630396, Class A, was issued to respondent Tan on February 19, 2009. The lamp adjuster license will expire on April 30, 2021, unless renewed. On August 15, 2008, the Bureau issued Advanced Emissions Specialist (EA) License No. EA 630396 to respondent Tan. The Advanced Emissions Specialist License was due to expire on April 30, 2014. The License was renewed as Smog Check Inspector License No. EO 630396 and Smog Check Repair Technician License No. EI 630396. The Smog Check Inspector License will expire April 30, 2020 and Smog Check Repair Technician License expired on April 30, 2016 and was not renewed.

Undercover Operation #1

5.n On March 24, 2016, an undercover operator from the Bureau drove a Bureaun documented 1999 GMC Sonoma to respondent Auto Logic and requested a brake and lamp inspection.

6. Both the GMC Sonoma's right front brake rotor and left rear brake drum were not to manufacturer service specifications and needed replacement. In this condition, the vehicle could not legally pass a brake inspection.

7.n The vertical aim on the GMC Sonoma's right headlight was belown specifications. Further, the vehicles left tail lamp bulb was not functional. In this condition, the vehicle could not legally pass a lamp inspection.

n8.n Tamper indicator were installed on the GMC Sonoma's headlamp adjusters and wheels.

9.n The operator requested brake and lamp inspections and was informed by an service representative that the fee for both inspections would be \$125. The operator did not receive a written estimate and was not given a work order to sign. A short time later, the operator was informed by respondent Tan that the inspections were completed. The operator was told that the vehicle needed a bulb which was replaced. The operator signed and received a copy of a repair order and paid \$125 to Auto Logic. Respondent Auto Logic and respondent Tan gave the operator Brake Adjustment Certificate #BA2253060 and Lamp Adjustment Certificate #LA2224459, stating under penalty of perjury that the inspections were made.

10.n On April 18, 2016, the Bureau inspected the GMC Sonoma's brake system andn found the right disc brake rotor remained too low and out of specification. The vehicle's left rear brake drum remained too high and out of specification. Further, all tamper indicators placed on the vehicle to detect wheel removal were found to be intact.

Undercover Operation #2

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11.a On June 14, 2016, an undercover operator from the Bureau drove a Bureaua documented 1995 Chevrolet Astro (Astro) to respondent Auto Logic and requested a brake and lamp inspection.

12.a The Astro's left front brake rotor and right rear brake drum were not toa manufacturer service specifications and needed replacement. In this condition, the Astro could not legally pass a brake inspection.

13.a The Astro's left front headlight was misadjusted excessively up and out of a specification. The right front head lamp was misadjusted excessively to the right out of specification. In this condition, the Astro could not legally pass a lamp inspection.

14.a Tamper indicators were installed on the Astor's headlamp adjusters anda wheels.

15.a The operator requested brake and lamp inspections and was informed bya respondent Auto Logic's service representative that the fee for both headlamp and brake inspections would be \$120. The operator did not sign a work order or receive a written estimate. A short while later, the operator was informed by an employee of Auto Logic that the inspections had been completed. The operator was informed that the Astro's brakes were out of adjustment. An Auto Logic employee advised the operator to get the brakes adjusted and return for a re-inspection of the brakes. The operator signed a work order, received a copy, and paid respondent Auto Logic \$120. Respondent Auto Logic gave the operator Repair Order 30011152, indicating that a brake and lamp inspection had been done and that the Astro failed the brake inspection due to the parking brake being out of adjustment. The operator also received Lamp Adjustment Certificate #LA2289366 indicating that the Astro's lamp system was in compliance with all specifications.

16.a On June 14, 2016, the operator returned the Astro to respondent Auto Logica for a second brake inspection and advised respondent Auto Logic that the brakes had been adjusted. The Bureau's representative adjusted the Astro's parking brake cable and then instructed the operator to return the vehicle to the shop for another brake inspection. The operator did not sign a work order or receive a written estimate for the second inspection. After the inspection, respondent Auto Logic gave the operator Brake Adjustment Certificate #BA2253126 indicating that the Astro's brake system was in compliance with all specifications.

17.a On August 4, 2016, the Bureau inspected the Astro's brake system and founda all tamper indicators placed to detect wheel removal were still intact indicating that a proper brake inspection had not been done. An inspection of the left front rotor and right rear brake drum showed that they remained out of specifications. The Astro's brake system was out of compliance, so that Certificate of Adjustment-Brake Adjustment #BA2253126 should not have been issued.

18.a On August 4, 2016, the Bureau inspected the Astro's headlight adjusters anda found that the tamper indicators placed there were still intact indicating that no adjustment had been done. Further, the Bureau found that the Astro's left front headlight and right front headlight remained out of specification. The Astro's headlights were out of adjustment, so that Certificate of Adjustment-Lamp Adjustment # should not have been issued. Undercover Operation #3

19.a On August 4, 2016, an operator from the Bureau drove a Bureau documenteda 1992 Oldsmobile Bravada (Bravada) to respondent Auto Logic and requested a brake and lamp inspection.

20.a Both the Bravada's right front brake rotor and right rear brake drum did nota meet manufacturer service specifications and needed adjustment. In this condition, the Bravada could not pass a brake inspection.

21.a The Bravada's right front headlight was misadjusted excessively up and out of a specification. In addition the left rear tail bulb was made non-functional. In this condition, the Bravada could not legally pass a lamp inspection.

22.a Tamper indicators were installed on the Bravada's headlamp adjusters and a wheels.

23.a The operator requested a brake and lamp inspection and was informed by Autoa Logic that the cost of both inspections would be \$120. The operator did not receive a written estimate or a work order to sign. A short while later, the operator was informed by Auto Logic that the left rear tail lamp bulb and the third brake lamp bulbs were out and that Auto Logic could not issue a lamp certificate due to the inoperative brake lamp bulbs. The operator was further advised that respondent Auto Logic could not give him a brake certificate because the brakes were out of adjustment. Respondent Auto Logic told the operator to get the brakes adjusted, replace the bulbs, and return the Bravada for reinspection. The operator signed and received a copy of repair order #0011473, and paid respondent Auto Logic \$120.

24.a On August 4, 2016, the operator returned the Bravada to respondent Autoa Logic for a second brake and lamp inspection and advised respondent Auto Logic that the brakes had been adjusted and that the left rear tail lamp bulb had been replaced. Respondent Auto Logic checked the Bravada's lamp and parking brake. Auto Logic issued and gave the operator Lamp Adjustment Certificate #LA2289321 and Brake Adjustment Certificate #BA2318084 indicating that the Bravada's lamp and brake systems were in compliance with specifications.

25.a On August 26, 2016, a Bureau program representative inspected the Bravada'sa lamp and brake system. The Bureau's representative found that the tamper indicators on the headlight adjusters were intact and that the right headlight remained out of specifications

which would cause the vehicle to fail a lamp inspection. The left tail lamp bulb had been replaced by the Bureau. Certificate **# and the set of a s**

Costs

26.a The Bureau has incurred \$19,790.26 and \$22,207.32 in investigative costs anda \$24,845 in enforcement costs, for a total of \$66,842.58. There was no break-down for the \$19,790.26.

Respondents' Evidence

27.a Respondent Tan testified that he was very busy and took a short cut by makinga visual inspections of the brakes and lamps. On June 4, 2018, after the Bureau notified him of his errors, he met with respondent Chang and discussed how to correct the errors so that it would not happen again. He understands that this is a safety issue and that a visual inspection is not appropriate. Respondent Tan's testimony was credible.

28.a Respondent Tan is an auto mechanic. He studied for five months at ATCa Santa Clara. This program was 15 hours a week. He has a Smog Check Inspector License. He has never had a problem with his Smog license. He has been working at Auto Logic for six years. It is a good working environment. He acts as a repair technician there. He believes Auto Logic is an honest place. He has never been asked to do unnecessary repairs. Respondent Tan is married and supports his family as an auto mechanic.

29.a Respondent Chang testified that Auto Logic was very busy at the time of thea three undercover operations. He stated that there was a communication error between the front office and the repair employees. He claimed the certificates were filled out and signed at the time the work order was entered and that the certificates were mistakenly given to the customers before the certificates should have been delivered. This testimony was not credible. The inspections were done without taking the tires off and checking the brakes and without actually checking the lamps. Respondent Chang and Auto Logic charged for this service without accomplishing a brake or lamp check. This constitutes fraud, misrepresentation, and untrue and misleading statements.

30.a On June 4, 2018, respondent Chang met with all his employees, includinga respondent Tan and the front office employee. They went through the proper protocol for brake and lamp certifications. All the employees agreed to follow the protocol.

31.a Respondents argued that the fraud cause for discipline for the first undercovera run is barred by the statute of limitations. However, the discovery of the fraud is not

complete until the vehicle is brought back to be examined by the Bureau. That occurred on April 18, 2016. The accusation was signed March 26, 2018. Therefore, the accusation was brought less than two years from the discovery of the fraud.

LEGAL CONCLUSIONS

Respondent Auto Logic's Automotive Repair Dealer Registration and Brake and Lamp Station Licenses and Licenses issued to respondent Tan and respondent Chang

1.a Cause for discipline exists against Auto Logic, respondent Tan and respondenta Chang, pursuant to Business and Professions Code¹ section 9884.7, subdivision (a)(1) (untrue or misleading statements), by reason of the matters set forth in Factual Findings 5 through 25.

2.a Cause for discipline against all respondents exists, pursuant to sections 9884.7, a subdivisions (a)(5), and (a)(7), and section 9889.16 (failure to perform a proper brake and lamp inspection), by reason of the matters set forth in Factual Findings 5 through 25.

3.a Cause for discipline against all respondents exists, pursuant to sections 9884.7, a subdivision (a)(6), subdivision (a) (violation of regulations), by reason of the matters set forth in Factual Findings 5 through 25. Specifically, Auto Logic, respondent Chang and respondent Tan failed to inform the operator of the percentage of braking material left on the vehicles. Auto Logic, respondent Chang and respondent Tan failed to perform a proper brake and lamp inspection and received payment from the operator, without providing a written estimate.

4.a Cause for discipline exists against all respondents, pursuant to section 9889.3, a subdivision (c) (failure to comply with regulations), by reason of the matters set forth in Factual Findings 5 through 25. Specifically, respondents failed to inform the operator of the percentage of braking material left and failed to perform a proper brake and lamp inspection.

5.a Cause for discipline exists against all respondents, pursuant to Code sectiona 9884.7, subdivision (a)(7) (willful departure for accepted trade standards), in that respondents failed to properly perform brake and lamp inspections, by reason of the matters set forth in Factual Findings 5 through 25.

6.a Cause for discipline exists against all respondents, pursuant to Code sectiona 9884.7, subdivision (a)(5) (gross negligence), in that respondents committed acts constituting gross negligence when they failed to inspect the brake and lighting systems of the three vehicles. Respondents issued certificates indicating that the vehicles' brake and lighting

¹ All statutory references are to the Business and Professions Code unless otherwise indicated.

systems were in compliance with the Bureau's regulations, pursuant to Factual Findings 5 through 25.

7.e Cause for discipline exists against all respondents, pursuant to section 9889.3, e subdivision (c), as that section interacts with California Code of Regulations, title 16, sections 3305 (failure to perform brake and lamp inspection), 3316, subdivision (d) (issuance of lamp certificate not in compliance), 3321, subdivision (c) (issuance of brake certificate not in compliance), and 3373 (false and misleading information on brake and lamp certificates), by reason of the matters set forth in Findings5 through 25.

8.e Cause for discipline exists against all respondents, pursuant to section 9889.3, e subdivision (d) (dishonesty, fraud, or deceit), by reason of the matters set forth in Factual Findings 5 through 25.

9.e Cause for discipline exist against all respondents pursuant to section 9889.22e (willful false statement or entry), in that respondent Tan, while employed by respondent Chang and Auto Logic and each of them, made or authorized statement which each one knew or in the exercise of reasonable care should have known to be untrue or misleading when each vehicle received a certificate for brakes and lighting systems, which were signed by either respondent Tan or respondent Chang. (Factual Findings 5 through 25).

10.e Cause for discipline exists against all respondents pursuant to section 9889.16,e in that respondents failed to perform a proper lamp and brake inspection on the three vehicles set forth in Factual Findings 5 through 25.

Other Matters

11.e Section 9884.7, subdivision (c), provides that: "the director may suspend,e revoke, or place on probation the registration of 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 the Automotive Repair Act or. regulation adopted pursuant to it."

Penalty Determination

12.e It is undisputed that respondents did not remove the wheels to perform brakee inspections on the three vehicles. Respondents both admit that they should have removed the wheels to do a proper brake inspection. Both respondents appear to grasp the seriousness of this failure to properly perform brake inspections. The rules and regulations regarding the conduct of brake and lamp inspections are designed to protect the public from harm that can result from the operation of unsafe vehicles. Three undercover vehicles were certified by respondents as thoroughly inspected and safe for operation when they were not. Additionally, respondents failed to provide written estimates of repairs. Although this may seem to be a minor matter, it provides additional evidence of his failure to pay attention to statutory requirements. However, respondents have learned a hard lesson. They are now

committed to following all laws, rules and regulations. It would not be against the public interest to allow Auto Logic to continue to operate as an automotive repair dealer.

Cost Recovery

13.0 Generally, the Board's certification of the actual costs constitutes prima facieo evidence of the reasonable costs of the investigation and enforcement of the case. (Bus. & Prof. Code, § 125.3.). The Bureau has incurred \$19,790.26 and \$22,207.32 in investigative costs and \$24,845 in enforcement costs, for a total of \$66,842.58. (Factual Finding 26). There was no break-down for the \$19,790.26. The \$19,790.26 is disallowed.

14.0 In Zuckerman v. State Bd. of Chiropractic Examiners (2002) 29 Cal.4th 32, theo Court set forth the factors to be considered in determining the reasonableness of costs. Those factors include: whether respondent has been successful at the hearing in getting charges reduced or dismissed; respondent's subjective good faith belief in the merits of his position; whether respondent has raised a colorable challenge to the proposed discipline; respondent's financial ability to pay the cost award; and whether the scope of the investigation was appropriate to the alleged conduct of the respondent.

Applying the *Zuckerman* factors, the amount of costs awarded complainant should be reduced. The Bureau's costs of preparing the three undercover vehicles will be reduced to \$10,000. The prosecution costs will be reduced to \$10,000. Respondents will be ordered to pay \$20,000. This is to be divided among the respondents. Respondent Tan owes \$3,000; Respondent Chang owes \$7,000; and Respondent Auto Logic owes \$10,000.

ORDER

1.0 Automotive Repair Dealer Registration number ARD 256470 issued too respondent Joseph P. Chang, Owner, doing business as Auto Logic, is permanently invalidated. However, the permanent invalidation is stayed for a two (2) year period of probation on the following terms and conditions:

a.o Comply with all statutes, regulations and ruleso governing automotive inspections, estimates, and repairs.

b.o Respondent or respondent's authorizedo 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.

c.o Within 30 days of the effective date of this action,o report any financial interest which any partners, officers, or

owners of respondent's facility may have in any other business required to be registered pursuant to section 9884.6 of the Business and Professions Code.

d.e Provide Bureau representatives unrestrictede access to inspect all vehicles (including parts) undergoing repairs, up to and including the point of completion.

e.e If an Accusation is filed against respondente 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.

f.e Should the Director of Consumer Affairse determine that respondent has failed to comply with the terms and conditions of probation, the Bureau may, after giving notice and opportunity to be heard, temporarily or permanently invalidate the registration.

2.e Smog Check Inspector License EO No. 146618 and Smog Check Repaire Technician License No. EI 146618 issued to respondent Joseph P. Chang are revoked. However, the revocations are stayed for a two (2) year period of probation on the following terms and conditions:

a.e Comply with all statutes, regulations and rulese governing automotive inspections, estimates, and repairs.

b.e Respondent or respondent's authorizede 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.

c.e Within 30 days of the effective date of this action,e report any financial interest which any partners, officers, or owners of respondent's facility may have in any other business required to be registered pursuant to section 9884.6 of the Business and Professions Code.

d.e Provide Bureau representatives unrestrictede access to inspect all vehicles (including parts) undergoing repairs, up to and including the point of completion.

e.e If an Accusation is filed against respondente 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.

f.e Should the Director of Consumer Affairse determine that respondent has failed to comply with the terms and conditions of probation, the Bureau may, after giving notice and opportunity to be heard, temporarily or permanentlye invalidate the registration.e

3.e Smog Check Inspector License EO No. 630396 and Smog Check Repaire Technician License No. EI 630396 issued to respondent Edward C. Tan are revoked. However, the revocations are stayed for a two (2) year period of probation on the following terms and conditions:

a.e Comply with all statutes, regulations and rulese governing automotive inspections, estimates, and repairs.

b.e Respondent or respondent's authorizede 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.

c.e Within 30 days of the effective date of this action,e report any financial interest which any partners, officers, or owners of respondent's facility may have in any other business required to be registered pursuant to section 9884.6 of the Business and Professions Code.

d.e Provide Bureau representatives unrestrictede access to inspect all vehicles (including parts) undergoing repairs, up to and including the point of completion.

e.e If an Accusation is filed against respondente 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.

f.e Should the Director of Consumer Affairse determine that respondent has failed to comply with the terms

and conditions of probation, the Bureau may, after giving notice and opportunity to be heard, temporarily or permanently invalidate the registration.

4.e Lamp Station License number LS256470, Class A, issued to respondent Autoe Logic is revoked.

5.e Brake Station License number BS256470 Class A, issued to respondent Autoe Logic is revoked.

6.e Lamp Adjuster License number LA 146618, Class A, issued to respondente Joseph P. Chang is revoked.

7.e Lamp Adjuster License number LA630396, issued to Edward C. Tan ise revoked.

8.e Brake Adjuster License number BA630396, issued to Edward C. Tan ise revoked.

9.e Brake Adjuster License number BA146618, Class A, issued to respondente Joseph P. Chang is revoked.

10.e Any other Automotive Repair Dealer Registration issued to respondent undere the Automotive Repair Act is revoked.

11.e Any additional license issued under the licensing provisions for lamp ande brake adjusting stations to respondents is revoked.

12.e Respondent shall pay the Bureau the reasonable costs of investigation ande enforcement in the amount of \$20,000, divided as set forth in Factual Finding 15. This amount shall be paid to the Bureau within 60 days of the effective date of this decision, unless the Bureau, upon a request from respondent, allows payment to be made in installments.

DATED: December 10, 2018

DocuSigned by: Ruth S. Astle

RUTH S. ASTLE Administrative Law Judge Office of Administrative Hearings

1 2 3 4 5 6	XAVIER BECERRA Attorney General of California LINDA K. SCHNEIDER Senior Assistant Attorney General JOSHUA A. ROOM Supervising Deputy Attorney General State Bar No. 214663 455 Golden Gate Avenue, Suite 11000 San Francisco, CA 94102-7004 Telephone: (415) 703-1299 Facsimile: (415) 703-5480 Attorneys for Complainant	3 5 F 5		
7	BEFORE THE			
8	DEPARTMENT OF CO FOR THE BUREAU OF AU			
9	STATE OF CA			
10				
11	In the Matter of the Accusation Against:	Case No. 77/10-5213		
12	JOSEPH P. CHANG, Owner dba AUTO LOGIC	đ		
13	265 San Bruno Avenue East San Bruno, CA 94066	ACCUSATION		
14	Mailing Address:			
15	25 Topsail Court Pleasant Hill, CA 94523			
16	Automotive Repair Dealer Registration No.			
17	ARD256470, Lamp Station License No. LS256470, class A			
18	Brake Station License No. BS256470, class A Lamp Adjuster License No. LA146618, class A	<		
19	Brake Adjuster License No. BA146618, class A Smog Check Inspector License No. EO146618, Smog Check Repair Technician License No.			
20	EI146618	8		
21	And			
22	EDWARD C. TAN 265 San Bruno Avenue East			
23	San Bruno, CA 94066			
24	Lamp Adjuster License No. LA630396,			
25	Brake Adjuster License No. BA630396, Smog Check Inspector License No. EO630396, Smog Check Repair Technician License No.	39.) <u>S</u>		
26	E1630396			
27	Respondents.			
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(JOSEPH P. CHANG dba AUTO LOGIC) ACCUSATION

Complainant alleges:

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PARTIES

1.e Patrick Dorais (Complainant) brings this Accusation solely in his official capacity ase the Chief of the Bureau of Automotive Repair, Department of Consumer Affairs.

Auto Logic:

Automotive Repair Dealer Registration

2.e On or about October 14, 2008, the Bureau of Automotive Repair issued Automotivee
Repair Dealer Registration Number ARD 256470 to Joseph P. Chang, Owner, dba Auto Logic
(Respondent Auto Logic). The Automotive Repair Dealer Registration was in full force and
effect at all times relevant to the charges brought herein and will expire on October 31, 2018,
unless renewed.

Lamp Station License

3.e On or about January 23, 2009, the Bureau of Automotive Repair issued Lamp Statione
License No. LS256470, class A, to Respondent Auto Logic. The Lamp Station License was in
full force and effect at all times relevant to the charges brought herein and will expire on October
31, 2018, unless renewed.

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Brake Station License

4.e On or about January 23, 2009, the Bureau of Automotive Repair issued Brake Statione
License No. BS256470, class A, to Respondent Auto Logic. The Brake Station License was in
full force and effect at all times relevant to the charges brought herein and will expire on October
31, 2018, unless renewed.

Joseph P. Chang:

Brake Adjuster License

5. Joseph P. Chang (Respondent Joseph P. Chang) was also licensed as a Brake Adjuster
(BA) under the Automotive Repair Act of 1971. License No. BA146618, class A, was issued in
or about 2004. The Brake Adjuster License expired on September 30, 2016, and has not been
renewed.

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Lamp Adjuster License

6. Respondent Joseph P. Chang was also licensed as a Lamp Adjuster (LA) under thee Automotive Repair Act of 1971. License No. LA146618, class A, was issued in or about 2004. The Lamp Adjuster License expired on September 30, 2016, and has not been renewed. 4

Advanced Emission Specialist License/ Smog Check Inspector License/Smog Check Repair **Technician License**

7. In or about 2003, the Bureau of Automotive Repair issued Advanced Emissione 7 Specialist (EA) License No. EA 146618 to Respondent Joseph P. Chang, under SB1997, the 8 biennial Smog Check Program implemented January 1, 1990. License Number EA 146618 was 9 due to expire on September 30, 2012, however, the license was cancelled on September 11, 2012. 10 Pursuant to California Code of Regulations, title 16, section 3340.28, subsection (e)¹, said license 11 was renewed pursuant to Respondent Chang's election as Smog Check Inspector (EO) License 12 No. 146618 and Smog Check Repair Technician (EI) License No. 146618, effective September 13 11, 2012. The Smog Check Inspector (EO) and Smog Check Repair Technician (EI) Licenses are 14 due to expire on September 30, 2018, unless renewed. 15

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Brake Adjuster License

Edward C. Tan:

Edward C. Tan (Respondent Edward C. Tan) was licensed as a Brake Adjuster under 8. 18 the Automotive Repair Act of 1971. License No. BA630396, class A, was issued to Respondent 19 Tan on or about March 9, 2009. The Brake Adjuster License expired on April 30, 2016, and has 20 21 not been renewed.

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¹ Effective August 1, 2012, California Code of Regulations, title 16, section 3340.28, 26 3340.29 and 3340.30 were amended to implement a license restructure of Smog Check Technician (EA/EB) license types to Smog Check Inspector (EO) license and and/or Smog Check 27 Repair Technician (EI) license.

Lamp Adjuster License

9.e Respondent Edward C. Tan was licensed as a Lamp Adjuster under the Automotivee Repair Act of 1971. License No. LA630396, class A, was issued to Respondent Tan on or about February 19, 2009. The Lamp Adjuster License will expire on April 30, 2021, unless it is renewed.

Advanced Emission Specialist License/Smog Check Inspector License/Smog Check Repair Technician License

10.e On or about August 15, 2008, the Bureau of Automotive Repair issued Advancede 8 Emission Specialist (EA) License No. EA630396 to Respondent Edward C. Tan, under SB1997, 9 the biennial Smog Check Program implemented January 1, 1990. License Number EA630396 10 was due to expire on April 30, 2014, however, the license was cancelled on February 27, 2014. 11 Pursuant to California Code of Regulations, title 16, section 3340.28, subsection (e), said license 12 was renewed pursuant to Respondent Edward C. Tan's election as Smog Check Inspector License 13 No. EO630396 and Smog Check Repair Technician License No. EI630396, effective February 27, 14 2014. The Smog Check Inspector (EO) License will expire on April 30, 2018, unless it is 15 renewed. The Smog Check Repair Technician (EI) License expired on April 30, 2016, and has 16 not been renewed. 17

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JURISDICTION

11.e This Accusation is brought before the Director of the Department of ConsumereAffairs (Director) for the Bureau of Automotive Repair, under the authority of the following laws.All section references are to the Business and Professions Code unless otherwise indicated.

STATUTORY PROVISIONS

12.e Section 477, subdivision (b), of the Code states that "License" includes certificate,e
registration or other means to engage in a business or profession regulated by this code.

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13.e Section 9884.7 of the Code states in pertinent part:e

"(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)eAny other conduct which constitutes fraud.e

(5) Conduct constituting gross negligence.e

9 (6)eFailure in any material respect to comply with the provisions of this chapter ore
10 regulations adopted pursuant to it.

(7)eAny willful departure from or disregard of accepted trade standards for good ande workmanlike repair in any material respect, which is prejudicial to another without consent of the owner or his or her duly authorized representative.

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14.e Section 9884.9(a) of the Code states:

"(a) The automotive repair dealer shall give to the customer a written estimated price for 16 labor and parts necessary for a specific job. No work shall be done and no charges shall accrue 17 before authorization to proceed is obtained from the customer. No charge shall be made for work 18 done or parts supplied in excess of the estimated price without the oral or written consent of the 19 customer that shall be obtained at some time after it is determined that the estimated price is 20 insufficient and before the work not estimated is done or the parts not estimated are supplied. 21 Written consent or authorization for an increase in the original estimated price may be provided 22 by electronic mail or facsimile transmission from the customer. The bureau may specify in 23 24 regulation the procedures to be followed by an automotive repair dealer if an authorization or consent for an increase in the original estimated price is provided by electronic mail or facsimile 25 transmission. If that consent is oral, the dealer shall make a notation on the work order of the date, 26 time, name of person authorizing the additional repairs and telephone number called, if any, 27

together with a specification of the additional parts and labor and the total additional cost, and shall do either of the following:

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15.e Section 9889.3 of the Code states:e

"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:

(c)eViolates any of the regulations promulgated by the director pursuant to this chapter [thee Automotive Repair Act].

(d) Commits any act involving dishonesty, fraud, or deceit whereby another is injured.e

16.e Section 9889.16 of the Code states:e

"Whenever a licensed adjuster in a licensed station upon an inspection or after an
adjustment, made in conformity with the instructions of the bureau, determines that the lamps or
the brakes upon any vehicle conform with the requirements of Vehicle Code, he shall, when
requested by the owner or driver of the vehicle, issue a certificate of adjustment on a form
prescribed by the director, which certificate shall contain the date of issuance, the make and
registration number of the vehicle, the name of the owner of vehicle, and the official license of the
station. "

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17.e Section 9889.22 of the Code states:e

"The willful making of any false statement or entry with regard to a material matter in any
oath, affidavit, certificate of compliance or noncompliance, or application form which is required
by this chapter or Chapter 5 (commencing with Section 44000) of Part 5 of Division 26 of the
Health and Safety Code constitutes perjury and is punishable as provided in the Penal Code. "

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REGULATORY PROVISIONS

18.e California Code of Regulations, title 16, section 3305, states in pertinent part:e
 "(a) All adjusting, inspecting, servicing, and repairing of brake systems and lamp systems
 for the purpose of issuing any certificate of compliance or adjustment shall be performed in

official stations, by official adjusters in accordance with the following, in descending order of
 precedence, as applicable:

(1) Vehicle Manufacturers' current standards, specifications and recommended procedures,as published in the manufacturers' vehicle service and repair manuals.

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19.s California Code of Regulations, title 16, section 3316 (d)(2), states:s

"The operation of official lamp adjusting stations shall be subject to the following provisions:

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(d)s Effective April 1, 1999, licensed stations shall purchase certificates of adjustment froms
the bureau for a fee of three dollars and fifty cents (\$3.50) each and shall not purchase or
otherwise obtain such certificates from any other source. Full payment is required at the time
certificates are ordered. Certificates are not exchangeable following delivery. A licensed station
shall not sell or otherwise transfer unused certificates of adjustment. Issuance of a lamp
adjustment certificate shall be in accordance with the following provisions:

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(2)s Where all of the lamps, lighting equipment, and related electrical systems on a vehicles
have been inspected and found to be in compliance with all requirements, of the Vehicle Code
and bureau regulations, the certificate shall certify that the entire system meets all of those
requirements.

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. . .

20.s California Code of Regulations, title 16, section 3321(c)(2), states:s

23 "The operation of official brake adjusting stations shall be subject to the following
24 provisions:

(c)s Effective April 1, 1999, licensed stations shall purchase certificates of adjustment froms
the bureau for a fee of three dollars and fifty cents (\$3.50) and shall not purchase or otherwise
obtain such certificates from any other source. A licensed station shall not sell or otherwise

transfer unused certificates of adjustment. Full payment is required at the time certificates are ordered. Certificates are not exchangeable following delivery. Issuance of a brake adjustment certificate shall be in accordance with the following provisions:

(2)e Where the entire brake system on any vehicle has been inspected or tested and found toe be in compliance with all requirements of the Vehicle Code and bureau regulations, and the vehicle has been road-tested, the certificate shall certify that the entire system meets all such requirements.

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21.e California Code of Regulations, title 16, section 3321(d)(1), states:e"The operation of official brake adjusting stations shall be subject to the following provisions:

• •

(d)e After correcting specified defects, official brake adjusters shall certify that defectse indicated on citations or other enforcement forms have been corrected.

(1)e The adjuster shall inform the customer of any other defective conditions present ore
likely to occur in the future, which have come to the adjuster's attention in conjunction with
inspection of the vehicle and correction of specified defects. The adjuster shall inform the
customer of the percentage of braking material left on pads/shoes, as appropriate.

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22.e California Code of Regulations, title 16, section 3353(a), states:e

"No work for compensation shall be commenced and no charges shall accrue without specific authorization from the customer in accordance with the following requirements:

24 "(a) Estimate for Parts and Labor. Every dealer shall give to each customer a written
25 estimated price for labor and parts for a specific job."

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23.e California Code of Regulations, title 16, section 3373, states:e

27 "No automotive repair dealer or individual in charge shall, in filling out an estimate,
28 invoice, or work order, or record required to be maintained by section 3340.15(f) of this chapter,

withhold therefrom or insert therein any statement or information which will cause any such document to be false or misleading, or where the tendency or effect thereby would be to mislead or deceive customers, prospective customers, or the public."

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COSTS

24.e Section 125.3 of the Code provides, in pertinent part, that the Board may request thee 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, with failure of the licentiate to comply subjecting the license to not being renewed or reinstated. If a case settles, recovery of investigation and enforcement costs may be included in a stipulated settlement.

UNDERCOVER OPERATION #1: 1999 GMC Sonoma

25.e On or about March 24, 2016, an undercover operator from the Bureau drove a Bureaue documented 1999 GMC Sonoma (GMC Sonoma) to Respondent Auto Logic and requested a brake and lamp inspection.

26.e Both the GMC Sonoma's right front brake rotor and left rear brake drum were not toe
manufacturer service specifications and needed replacement. In this condition, the GMC Sonoma
could not legally pass a California brake inspection.

27.e The vertical aim of the GMC Sonoma's right headlightewas below specifications.e
Further, the vehicle's left tail lamp bulb was not functional. In this condition, the GMC Sonoma
could not legally pass a California lamp inspection.

22 28.e Tamper indicators were installed on the GMC Sonoma's headlamp adjusters ande
23 wheels.

24 29.e The operator requested brake and lamp inspections and was informed by ane
25 unidentified service representative that the fee for both headlamp and brake inspections would be
26 \$125.00. The operator did not receive a written estimate and was not given a work order to sign.
27 A short time later, the operator was informed by Respondent Auto Logic and/or Respondent
28 Edward C. Tan that the inspections were completed. The operator was told that the GMC

Sonoma needed a bulb which was replaced. The operator signed and received a copy of a repair
 order and paid \$125.00 to Respondent Auto Logic. Respondent Auto Logic and Respondent
 Edward C. Tan gave the operator Brake Adjustment Certificate # and Lamp
 Adjustment Certificate # stating under penalty of perjury that the inspections were
 performed and adjustments or repairs to the GMC Sonoma were made.

30.e On April 18, 2016, the Bureau inspected the GMC Sonoma's brake system and founde
that the right disc brake rotor remained too low and out of specification. The GMC Sonoma's left
rear brake drum remained too high and out of specification. Further, all tamper indicators placed
on the GMC Sonoma to detect wheel removal were found to still be intact.

31.e On April 18, 2016, the Bureau inspected the GMC Sonoma's headlight adjusters ande
found that it failed the California lamp inspection because the right headlight remained too low
and out of specification. Further, all tamper indicators placed by the Bureau on the GMC Sonoma
to detect movement of the headlight adjusters were found to still be intact.

FIRST CAUSE FOR DISCIPLINE

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(Untrue or Misleading Statements)

32.e Respondent Auto Logic's registration is subject to disciplinary action pursuant toe
section 9884.7, subdivision (a)(1) of the Code, in that Respondent Auto Logic and/or Respondent
Edward C. Tan made or authorized statements which he knew or in the exercise of reasonable
care should have known to be untrue or misleading, as follows:

a.e Respondent Auto Logic and/or Respondent Edward C. Tan certified under penalty ofe
perjury on Brake Certificate # that the service brake, parking brake, brake lining and
shoes, drums/rotors, warning device system and antilock brake system in the Bureau's 1999 GMC
Sonoma were in a satisfactory condition. In fact, the left front brake rotor was undersized and the
right rear brake drum was oversized. In this condition, it could not legally pass a California brake
inspection as described in paragraphs 26 and 29 through 30, above.

b.e Respondent Auto Logic and/or Respondent Edward C. Tan certified under penalty of e
perjury on Lamp Certificate # that the applicable adjustments (lamp type signal,
warning lamps, rear lamps, stop lamps, reflectors, license plate lamps) had been performed on the

lighting system on the Bureau's 1999 GMC Sonoma. In fact, only the left tail lamp was corrected 1 and operating properly. The right headlamp was out of specification and still in need of 2 adjustment. In this condition, it could not legally pass a California lamp inspection, as described 3 in paragraphs 27 and 29 through 31, above. 4 SECOND CAUSE FOR DISCIPLINE 5 (Failure to Perform a Proper Brake and Lamp Inspection) 6 33.0 Respondent Auto Logic's registration is subject to disciplinary action pursuant to Bus. 7 & Prof. Code sections 9884.7, subdivision (a)(5), 9884.7, subdivision (a)(7), and 9889.16, in that 8 Respondent Auto Logic and/or Respondent Edward C. Tan failed to inspect the front brake rotors, 9 rear brake drums, and failed to inspect the headlights on the GMC Sonoma, as described in 10 paragraphs 25 through 31, above. 11 THIRD CAUSE FOR DISCIPLINE 12 (Violation of Regulations) 13 34.0 Respondent Auto Logic's registration is subject to disciplinary action pursuant to Bus. 14 & Prof. Code section 9884.7, subdivision (a)(6), in that Respondent Auto Logic's Technician 15 Respondent Edward C. Tan failed to comply with provisions of the California Code of 16 Regulations, title 16, in the following material respects: 17 <u>California Code of Regulations, title 16, section 3321 subdivision (d)(1):</u> 18 a. Respondent Auto Logic's Technician Respondent Edward C. Tan failed to inform the operator of 19 the percentage of braking material left on the GMC Sonoma's brake pads/shoes. 20 b.o California Code of Regulations, title 16, section 3353 subdivision (a): Respondente 21 Auto Logic's Technician Respondent Edward C. Tan performed brake and lamp inspections, and 22 23 received payment from the operator, without providing a written estimate. FOURTH CAUSE FOR DISCIPLINE 24 (Failure to Comply with Regulations) 25 35.0 Respondent Auto Logic's Brake Station and Lamp Station licenses are subject too 26 disciplinary action pursuant to Bus. & Prof. Code section 9889.3, subdivision (c), in that 27 Respondent Auto Logic and/or Respondent Edward C. Tan failed to comply with provisions of 28

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(JOSEPH P. CHANG dba AUTO LOGIC) ACCUSATION

the California Code of Regulations, title 16, section 3321, subdivision (d)(1), and section 3353 subdivision (a), as set forth in paragraph 29, above.

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FIFTH CAUSE FOR DISCIPLINE

(Willful Departure from Accepted Trade Standards)

36.s Respondent Auto Logic's registration is subject to disciplinary action pursuant tos Code section 9884.7, subdivision (a)(7), in that Respondent Auto Logic's Technician Respondent Edward C. Tan failed to properly perform brake and lamp inspections on the 1999 GMC Sonoma, as described in paragraphs 26 through 31, above.

SIXTH CAUSE FOR DISCIPLINE

(Gross Negligence)

37.s Respondent Auto Logic's registration is subject to disciplinary action pursuant tos 11 Code section 9884.7, subdivision (a)(5), in that Respondent Auto Logic and/or Respondent Auto 12 Logic's Technician Respondent Edward C. Tan committed acts constituting gross negligence in 13 that they failed to inspect the brake and lighting systems on the 1999 GMC Sonoma. Respondent 14 Auto Logic and/or Respondent Auto Logic's Technician Respondent Edward C. Tan then issued 15 Certificate of Brake Adjustment # and Certificate of Lamp Adjustment # 16 indicating that the vehicle's brake and lamp systems were in compliance with Bureau Regulations 17 or the Vehicle Code when they were not, as described in paragraphs 26 through 31, above. 18

SEVENTH CAUSE FOR DISCIPLINE

(Fraud)

38.s Respondent Auto Logic's registration is subject to disciplinary action pursuant tos 21 section 9884.7, subdivision (a)(4) of the Code, for committing acts constituting fraud, in that 22 Respondent Auto Logic and/or Respondent Edward C. Tan obtained payment from the operator 23 for performing the applicable inspections, adjustments, or repairs of the brake and lighting 24 systems on the Bureau's 1999 GMC Sonoma when, in fact, Respondent Joseph P. Chang dba 25 Auto Logic and/or Respondent Joseph P. Chang and/or Respondent Joseph P. Chang dba Auto 26 Logic's Technician Respondent Edward C. Tan failed to perform the necessary inspections, 27 adjustments, and repairs in compliance with Bureau Regulations or the Vehicle Code, as 28

described in paragraphs 26 through 31, above.

EIGHTH CAUSE FOR DISCIPLINE

(Untrue or Misleading Statements)

39.a Respondent Edward C. Tan's Brake Adjuster License and/or Lamp Adjuster Licensea is subject to disciplinary action pursuant to section 9889.22 of the Code, in that Respondent Edward C. Tan, while employed as a Technician with Joseph P. Chang dba Auto Logic, made or authorized statements which he knew or in the exercise of reasonable care should have known to be untrue or misleading, as follows:

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a.a Respondent Edward C. Tan certified under penalty of perjury on Brake Certificatea **#** that the service brake, parking brake, brake lining and shoes, drums/rotors, warning device system and antilock brake system in the Bureau's 1999 GMC Sonoma were in a satisfactory condition. In fact, the left front brake rotor was undersized and the right rear brake drum was oversized. In this condition, it could not legally pass a California brake inspection as described in paragraphs 26 through 30, above.

b.a Respondent Edward C. Tan certified under penalty of perjury on Lamp Certificatea
that the applicable adjustments (lamp type signal, warning lamps, rear lamps, stop
lamps, reflectors, license plate lamps) had been performed on the lighting system on the Bureau's
1999 GMC Sonoma. In fact, only the left tail lamp was corrected and operating properly. The
right headlamp was out of specification and still in need of adjustment. In this condition, it could
not legally pass a California lamp inspection, as described in paragraphs 27 through 31, above.

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<u>NINTH CAUSE FOR DISCIPLINE</u>

(Failure to Perform a Proper Lamp and Brake Inspection)

40.a Respondent Edward C. Tan's Lamp Adjuster and Brake Adjuster licenses are subjecta
to disciplinary action pursuant to Bus. & Prof. Code section 9889.16, in that Respondent Edward
C. Tan failed to inspect the front brake rotors, rear brake drums, and headlights on the GMCa
Sonoma, as described in paragraphs 26 through 31, above.

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TENTH CAUSE FOR DISCIPLINE

(Violation of Regulations)

41.e Respondent Edward C. Tan's Lamp Adjuster and Brake Adjuster licenses are subjecte to disciplinary action pursuant to Bus. & Prof. Code section 9889.3(c), in that Respondent failed to comply with provisions of the California Code of Regulations, title 16, in the following material respects:

California Code of Regulations, title 16, section 3321 subdivision (d)(1): 7 a. Respondent Edward C. Tan failed to inform the operator of the percentage of braking material left 8 on the GMC Sonoma's brake pads/shoes. 9

b.e <u>California Code of Regulations, title 16, section 3353 subdivision (a)</u>: Respondente 10 Edward C. Tan performed brake and lamp inspections, and received payment from the operator, without providing a written estimate.

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ELEVENTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

42.e Respondent Edward C. Tan's Lamp Adjuster license is subject to disciplinary actione 15 pursuant to Bus. & Prof. Code section 9889.3, subdivision (d), for issuing Certificate of 16 Compliance-Lamp Adjustment # representing that the GMC Sonoma was in 17 compliance with Bureau Regulations or the Vehicle Code when it was not, as described in 18 paragraphs 26 through 31, above. 19

TWELFTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

43.e Respondent Edward C. Tan's Brake Adjuster License is subject to disciplinary actione 22 pursuant to Bus. & Prof. Code section 9889.3, subdivision (d), for issuing Certificate of 23 Compliance-Brake Adjustment # representing that the GMC Sonoma was in 24 compliance with Bureau Regulations or the Vehicle Code when it was not, as described in 25 paragraphs 26 through 31, above. 26

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(JOSEPH P. CHANG dba AUTO LOGIC) ACCUSATION

UNDERCOVER OPERATION #2: 1995 Chevrolet Astro

44.e⁺ On or about June 14, 2016, an undercover operator from the Bureau drove a Bureaue documented 1995 Chevrolet Astro (Astro) to Respondent Auto Logic and requested a brake and lamp inspection.

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45.e The Astro's left front brake rotor and right rear brake drum were not to manufacturere service specifications and needed replacement. In this condition, the Astro could not legally pass a California brake inspection.

46.e The Astro's left front headlight was misadjusted excessively up and out of e specification. The right front headlamp was misadjusted excessively to the right out of specification. In this condition, the Astro could not legally pass a California lamp inspection.

47.e Tamper indicators were installed on the Astro's headlamp adjusters and wheels.e

48.e The operator requested brake and lamp inspections and was informed by Respondente Auto Logic's service representative that the fee for both headlamp and brake inspections would be \$120.00. The operator did not sign a work order or receive a written estimate. A short while 14 later, the operator was informed by Respondent Auto Logic that the inspections had been completed. Respondent Auto Logic also informed the operator that the Astro's brakes were out of 16 adjustment. Respondent Auto Logic advised the operator to get the brakes adjusted and return for a re-inspection of the brakes. The operator signed a work order, received a copy, and paid 18 Respondent Auto Logic \$120.00. Respondent Auto Logic gave the operator Repair Order 19 indicating that a brake and lamp inspection had been done and that the Astro failed the brake inspection due to the parking brake being out of adjustment. The operator also received Lamp Adjustment Certificate # from Respondent Auto Logic indicating that the 22 Astro's lamp system was in compliance with Bureau regulations, the Vehicle Code, and the 23 Business & Professions Code. 24

49.e On June 14, 2016, the operator returned the Astro to Respondent Auto Logic for ae 25 second brake inspection and advised Respondent Auto Logic that the brakes had been adjusted.² 26

² The Bureau's representative adjusted the Astro's parking brake cable and then instructed the operator to return the vehicle to the shop for brake inspection.

The operator did not sign a work order or receive a written estimate for the second inspection. After the inspection, Respondent Auto Logic gave the operator Brake Adjustment Certificate

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indicating that the Astro's brake system was in compliance with Bureau regulations, the Vehicle Code, and the Business & Professions Code.

50.e On August 4, 2016, the Bureau inspected the Astro's brake system and found alle tamper indicators placed to detect wheel removal were still intact indicating that a proper brake inspection had not been done. An inspection of the left front rotor and right rear brake drum showed that they remained out of specification. The Astro's brake system was out of compliance, indicating that Certificate of Adjustment-Brake Adjustment #BA2253126 should not have been issued.

51.e On August 4, 2016, the Bureau inspected the Astro's headlight adjusters and founde that the tamper indicators placed by the Bureau were still intact indicating that no adjustment had been done. Further, the Bureau found that the Astro's left front headlight and right front headlamp remained out of specification. The Astro's headlights were out of adjustment, 14 indicating that Certificate of Adjustment- Lamp Adjustment # should not have been issued.

THIRTEENTH CAUSE FOR DISCIPLINE

(Untrue or Misleading Statements)

52.e Respondent Auto Logic's registration is subject to disciplinary action pursuant to Bus.e & Prof. Code section 9884.7, subdivision (a)(1), in that Respondent Auto Logic made or authorized statements which it knew or in the exercise of reasonable care should have known to be untrue or misleading, as follows:

Respondent Auto Logic issued Repair Order representing that a brake ande a.e 23 lamp inspection had been done and that the Astro failed the brake inspection but passed the lamp 24 inspection, as described in paragraph 48, above. 25

Respondent Auto Logic certified under penalty of perjury on Brake Certificatee b.e that the brake systems in the Bureau's Astro had been inspected and were in satisfactory condition. In fact, the Astro's left front brake rotor and right rear brake drum

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(JOSEPH P. CHANG dba AUTO LOGIC) ACCUSATION

remained out of specification. In this condition, the Astro could not legally pass a California brake inspection as described in paragraphs 45 through 50, above.

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c.e Respondent Auto Logic certified under penalty of perjury on Lamp Certificatee that the applicable adjustments had been performed on the lighting system on the Bureau's Astro. In fact, the tamper indicators on the Astro's headlight were found unbroken indicating that the headlights remained out of specification and were still in need of adjustment. In this condition, the Astro could not legally pass a California lamp inspection, as described in paragraphs 46 and 51, above.

FOURTEENTH CAUSE FOR DISCIPLINE

(Fraud)

53.e Respondent Auto Logic's registration is subject to disciplinary action pursuant toe
Code section 9884.7, subdivision (a)(4), for having committed acts constituting fraud, in that
Respondent Auto Logic obtained payment from the operator for performing the applicable
inspections, adjustments, or repairs of the brake and lighting systems on the Bureau's Astro as
specified by the Bureau and in accordance with the Vehicle Code. In fact, Respondent Auto
Logic failed to perform the necessary inspections, adjustments, and repairs in compliance with
Bureau Regulations as described in paragraphs 45 through 50, above.

FIFTEENTH CAUSE FOR DISCIPLINE

(Willful False Statement or Entry)

54.e Respondent Auto Logic's Brake and Lamp Station Licenses are subject to disciplinarye action for violation of Code section 9889.22, for issuing Certificate of Compliance-Lamp

Adjustment # and Certificate of Compliance-Brake Adjustment #

representing that the Astro was in compliance with Bureau Regulations or the Vehicle Code when
it was not, as described in paragraphs 44 through 51, above.

SIXTEENTH CAUSE FOR DISCIPLINE

(Violation of Regulations)

27 55.e Respondent Auto Logic's registration is subject to disciplinary action pursuant to Bus.e
28 & Prof. Code section 9884.7, subdivision (a)(6), in that it failed to comply with provisions of the

California Code of Regulations, title 16, in the following material respects:

a.e <u>California Code of Regulations, title 16, section 3305, subdivision (a)</u>:
Respondent Auto Logic failed to inspect the front brake rotors, rear brake drums, and headlights on the Astro.

b. <u>California Code of Regulations, title 16, section 3316, subdivision (d)(2)</u>: Respondent Auto Logic failed to inspect the aim of headlights on the Astro.

c. <u>California Code of Regulations, title 16, section 3321 subdivision (c)(2)</u>:
 Respondent Auto Logic certified that the Astro's brake system was in compliance, when in fact, the left front brake rotor and right rear brake drum were not in a serviceable condition.

d.e <u>California Code of Regulations, title 16, section 3373</u>: Respondent Auto Logice
generated false and misleading records by issuing Certificate of Brake Adjustment
and Certificate of Lamp Adjustment # Section 3373, stating that the Astro's brake rotors, drums,
and headlights were inspected when they were not.

SEVENTEENTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

56.e Respondent Auto Logic's Brake Station license is subject to disciplinary actione pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of Compliance-Brake Adjustment # representing that the Astro was in compliance with Bureau Regulations or the Vehicle Code when it was not, as described in paragraphs 45 through 51, above.

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EIGHTEENTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

57.e Respondent Auto Logic's Lamp Station license is subject to disciplinary actione
pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of ComplianceLamp Adjustment **Example 1** representing that the Astro was in compliance with Bureau
Regulations or the Vehicle Code when it was not, as described in paragraphs 46 through 51,
above.

1	NINETEENTH CAUSE FOR DISCIPLINE
2	(Failure to Perform a Proper Brake and Lamp Inspection)
3	58.e Respondent Joseph P. Chang's Brake Adjuster and Lamp Adjuster licenses aree
4	subject to disciplinary action pursuant to Code section 9889.16, in that Respondent Joseph P.
5	Chang failed to inspect the front brake rotors, rear brake drums, and failed to inspect the
6	headlights on the Astro, as described in paragraphs 44 through 51, above.
7	TWENTIETH CAUSE FOR DISCIPLINE
8	(Willful False Statement or Entry)
9	59.e Respondent Joseph P. Chang's Brake Adjuster license is subject to disciplinary actione
10	for violation of Code section 9889.22, for issuing Certificate of Compliance-Brake Adjustment
11	representing that the Astro was in compliance with Bureau Regulations or the
12	Vehicle Code when it was not, as described in paragraphs 44 through 50, above.
13	TWENTY-FIRST CAUSE FOR DISCIPLINE
14	(Willful False Statement or Entry)
15	60.e Respondent Joseph P. Chang's Lamp Adjuster license is subject to disciplinary actione
16	for violation of Code section 9889.22, for issuing Certificate of Compliance-Lamp Adjustment
17	representing that the Astro was in compliance with Bureau Regulations or the
18	Vehicle Code when it was not, as described in paragraphs 46 through 51, above.
19	TWENTY-SECOND CAUSE FOR DISCIPLINE
20	(Violation of Regulations)
21	61.e Respondent Joseph P. Chang's Brake Adjuster License and Lamp Adjuster Licensee
e22	are subject to disciplinary action pursuant to Bus. & Prof. Code section 9889.3, subdivision (c), in
23	that he failed to comply with provisions of the California Code of Regulations, title 16, in the
24	following material respects:
25	a. <u>California Code of Regulations, title 16, section 3305, subdivision (a)</u> :
26	Respondent Joseph P. Chang failed to inspect the front brake rotors, rear brake drums, and
27	headlights on the Astro.
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(JOSEPH P. CHANG dba AUTO LOGIC) ACCUSATION

b.e <u>California Code of Regulations, title 16, section 3316, subdivision (d)(2)</u>: Respondent Joseph P. Chang failed to inspect the aim of headlights on the Astro.

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c. <u>California Code of Regulations, title 16, section 3321 subdivision (c)(2)</u>:
 Respondent Joseph P. Chang certified that the Astro's brake system was in compliance, when in fact, the left front brake rotor and right rear brake drum were not in a serviceable condition.

d. <u>California Code of Regulations, title 16, section 3373:</u>
Respondent Joseph P. Chang generated false and misleading records by issuing Certificate of Brake Adjustment **Control** and Certificate of Lamp Adjustment **Control**, stating that the Astro's brake rotors, drums, and headlights were inspected when they were not.

UNDERCOVER OPERATION #3: 1992 Oldsmobile Bravada

62.e On or about August 4, 2016, an operator from the Bureau drove a Bureau documentse 1992 Oldsmobile Bravada (Bravada) to Respondent Auto Logic and requested a brake and lamp inspection.

63.e Both the Bravada's right front brake rotor and right rear brake drum did not meete manufacturer service specifications and needed adjustment. In this condition, the Bravada could not legally pass a California brake inspection.

64.e The Bravada's right front headlight was misadjusted excessively up and out of e
specification. In addition, the left rear tail bulb was made non-functional. In this condition, the
Bravada could not legally pass a California lamp inspection.

65.e Tamper indicators were installed on the Bravada's headlamp adjusters and wheels.e 66.e The operator requested a brake and lamp inspection and was informed by Respondente Auto Logic that the cost of both inspections would be \$120.00. The operator did not receive a written estimate or a work order to sign. A short while later, the operator was informed by Respondent Auto Logic that the left rear tail lamp bulb and the third brake lamp bulbs were out and that he could not issue a lamp certificate due to the inoperative brake lamp bulbs. The operator was further advised that Respondent Auto Logic could not give him a brake certificate because the brakes were out of adjustment. Respondent Auto Logic told the operator to get the

brakes adjusted, replace the bulbs, and return the Bravada for re-inspection. The operator signed
 and received a copy of repair order and paid Respondent Auto Logic \$120.00.

67.e On August 4, 2016, the operator returned the Bravada to Respondent Auto Logic for ae second brake and lamp inspection and advised Respondent Auto Logic that the brakes had been adjusted and that the left rear tail lamp bulb had been replaced. Respondent Auto Logic checked the Bravada's lamps and parking brake. Respondent Auto Logic issued and gave the operator

indicating that the Bravada's lamp and brake systems were in compliance with Bureau regulations, the Vehicle Code and the & Professions Code.

10 68.e On August 26, 2016, a Bureau program representative inspected the Bravada's lampe and brake system. The Bureau's representative found that the tamper indicators on the headlight 11 adjusters were intact and that the right headlight remained out of specification which would cause 12 the vehicle to fail a lamp inspection.³ Certificate for lamp adjustment compliance 13 should not have been issued. Further, the Bureau's representative found that tamper indicators on 14 all of the Bravada's wheels were not broken, indicating that the wheels had not been removed. 15 The Bravada's right front brake rotor and right rear brake drum did not meet manufacturer's 16 specifications which would cause the vehicle to fail a brake inspection. Certificate # 17 for brake system compliance should not have been issued. 18

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TWENTY-THIRD CAUSE FOR DISCIPLINE

(Untrue or Misleading Statements)

69.e Respondent Auto Logic's registration is subject to disciplinary action pursuant to Bus.e & Prof. Code section 9884.7, subdivision (a)(1), in that it made or authorized statements which it knew or in the exercise of reasonable care should have known to be untrue or misleading, ase follows:

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a.e Respondent Auto Logic certified under penalty of perjury on Lamp Certificatee that the applicable adjustments had been performed on the lighting system on the

³ The left tail lamp bulb had been replaced by the Bureau.

Bravada. In fact, the tamper indicators were found unbroken and the Bravada's right headlight remained out of specification and was still in need of adjustment. In this condition, it could not legally pass a California lamp inspection, as described in paragraphs 64 through 68, above.

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that the brake systems in the Bravada had been inspected and were in satisfactory condition. In fact, the Bravada's right front brake rotor and right rear brake drum remained out of specification. In this condition, the Bravada could not legally pass a California brake inspection as described in paragraphs 63 through 68, above.

Respondent Auto Logic certified under penalty of perjury on Brake Certificatee

TWENTY-FOURTH CAUSE FOR DISCIPLINE

(Fraud)

70.e Respondent Auto Logic's registration is subject to disciplinary action pursuant toe
Code section 9884.7, subdivision (a)(4), for having committed acts constituting fraud, in that
Respondent Auto Logic obtained payment from the operator for performing the applicable
inspections, adjustments, or repairs of the brake and lighting systems on the Bureau's Astro as
specified by the Bureau and in accordance with the Vehicle Code. In fact, Respondent Auto
Logic failed to perform the necessary inspections, adjustments, and repairs in compliance with
Bureau Regulations as described in paragraphs 62 through 68, above.

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TWENTY-FIFTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

71.e Respondent Auto Logic's Lamp Station License is subject to disciplinary actione
pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of ComplianceLamp Adjustment representing that the Bravada was in compliance with Bureau
Regulations or the Vehicle Code when it was not, as described in paragraphs 64 through 68,
above.

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TWENTY-SIXTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

72.e Respondent Auto Logic's Brake Station License is subject to disciplinary actione pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of Compliance-

representing that the Bravada was in compliance with Bureau Brake Adjustment 1 Regulations or the Vehicle Code when it was not, as described in paragraphs 63 through 68, 2 3 above.

TWENTY-SEVENTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

73.e Respondent Joseph P. Chang's Lamp Adjuster's License is subject to disciplinarye action pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of Compliance-Lamp Adjustment representing that the Bravada was in compliance with Bureau Regulations or the Vehicle Code when it was not, as described in paragraphs 64 through 68, above. 10

TWENTY-EIGHTH CAUSE FOR DISCIPLINE

(Committing an Act Involving Dishonesty, Fraud, and/or Deceit)

74.e Respondent Joseph P. Chang's Brake Adjuster License is subject to disciplinarye 13 action pursuant to section 9889.3, subdivision (d), of the Code, for issuing Certificate of 14 Compliance-Brake Adjustment representing that the Bravada was in compliance 15 with Bureau Regulations or the Vehicle Code when it was not, as described in paragraphs 63 16 through 68, above. 17

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TWENTY-NINTH CAUSE FOR DISCIPLINE

(Violation of Regulations)

75.e Respondent Joseph P. Chang's Lamp and Brake Adjuster's licenses are subject toe disciplinary action pursuant to Bus. & Prof. Code section 9889.3 (c), in that Respondent Joseph P. Chang failed to comply with provisions of the California Code of Regulations, title 16, in the following material respects:

California Code of Regulations, title 16, section 3305, subdivision (a): a. 24 Respondent Joseph P. Chang failed to inspect the front brake rotors, rear brake drums, and right 25 headlamp on the Bravada. 26

California Code of Regulations, title 16, section 3316, subdivision (d)(2): b. 27 Respondent Joseph P. Chang failed to inspect the aim of headlights on the Bravada. 28

c. <u>California Code of Regulations, title 16, section 3321 subdivision (c)(2)</u>:
 Respondent Joseph P. Chang certified that the Bravada's brake system was in compliance, when
 in fact, the right front brake rotor and right rear brake drum were not in a serviceable condition.

d.e <u>California Code of Regulations, title 16, section 3373</u>: Respondent Joseph P.e Chang generated false and misleading records by issuing Certificate of Brake Adjustment

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rotors, drums, and headlights were inspected when they were not.

OTHER MATTERS

76.e Pursuant to Bus. & Prof. Code section 9884.7, subdivision (c), the Director maye
suspend, revoke, or place on probation the registration for all places of business operated in this
state by Respondent Joseph P. Chang, upon a finding that Respondent Chang has, or is, engaged
in a course of repeated and willful violations of the Automotive Repair Act or regulations adopted
pursuant to it.

<u>PRAYER</u>

WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged, and that following the hearing, the Director of Consumer Affairs issue a decision:

17 I.e Revoking or suspending Automotive Repair Dealer Registration Number ARDe
 18 256470, issued to Respondent Joseph P. Chang, Owner, dba Auto Logic;

2.e Revoking or suspending Lamp Station License Number LS 256470, class A, issued toe
Respondent Joseph P. Chang, Owner, dba Auto Logic;

3. Revoking or suspending Brake Station License Number BS 256470, class A, issued toe
Respondent Joseph P. Chang, Owner, dba Auto Logic;

4.e Suspending, revoking, or placing on probation the registration for any other places of e
business operated in this state by Respondent Joseph P. Chang;

5.e Revoking or suspending Brake Adjuster License Number BA146618, class A, issuede
to Respondent Joseph P. Chang;

6.e Revoking or suspending Lamp Adjuster License Number LA146618, class A, issuede
to Respondent Joseph P. Chang;

17. Revoking, suspending, or placing on probation any additional license issued under2Articles 5 and 6 of Chapter 20.3 of Division 3 of the Code in the name of Joseph P. Chang;

8. Revoking or suspending Brake Adjuster License Number BA630396, issued to
 4 Respondent Edward C. Tan;

9. Revoking or suspending Lamp Adjuster License Number LA630396, issued to
6 Respondent Edward C. Tan;

10. Revoking, suspending, or placing on probation any additional license issued under
 Articles 5 and 6 of Chapter 20.3 of Division 3 of the Code in the name of Respondent Edward C.
 Tan;

11 Ordering Respondent Joseph P. Chang, Owner, dba Auto Logic, Respondent Joseph
 P. Chang and/or Respondent Edward C. Tan to pay the Bureau of Automotive Repair the
 reasonable costs of the investigation and enforcement of this case, pursuant to Business and
 Professions Code section 125.3; and,

12. Taking such other and further action as deemed necessary and proper.

March 26, 2018 DATED:

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PATRICK DORAIS Chief Bureau of Automotive Repair Department of Consumer Affairs State of California *Complainant*