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10 BEFORE THE DEPARTMENT OF BUSINESS OVERSIGHT
11 OF THE STATE OF CALIFORNIA

12	In the Matter of)	FILE NO. 413-1218
13)	
14	THE COMMISSIONER OF BUSINESS)	ORDER REVOKING RESIDENTIAL
15	OVERSIGHT,)	
16	Complainant,)	
17	v.)	
18	GLOBAL FUNDING SERVICES)	
19	CORPORATION,)	MORTGAGE LENDER AND
20	Respondent.)	RESIDENTIAL MORTGAGE LOAN
)	SERVICER LICENSE

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23 The California Commissioner of Business Oversight (“Commissioner”) finds that:

24 1. Respondent Global Funding Service Corporation (“Global Funding”) is a residential
25 mortgage lender and residential mortgage loan servicer licensed by the Commissioner pursuant to the
26 California Residential Mortgage Lending Act (“CRMLA”) (California Financial Code § 50000 et
27 seq.) On July 1, 2013, the Department of Corporations became the California Department of
28 Business Oversight (“Department’). Global Funding has its principal place of business located at 949

1 South Coast Drive, Suite 475, Costa Mesa, California 92626.

2 2. Pursuant to Financial Code sections 50307 and 50401, Global Funding was required to
3 file an annual report on or before March 1 for the preceding 12-month period ended December 31,
4 2012. California Code of Regulations (“CCR) title 10, 1950.314.8(b) also requires as an addendum
5 to the annual report that the licensee file an activity report, non-traditional report and survey.

6 3. Global Funding failed to submit its annual report, activity report, non-traditional report
7 and survey and on July 29, 2013 was assessed a penalty of \$1000 pursuant to California Financial
8 Code section 50326.

9 4. Global Funding has yet to submit the annual report or pay the penalty.

10 5. On May 21, 2013, the Department was notified by the Hartford Insurance Company
11 that the surety bond posted by Global Funding would expire on June 25, 2013. On May 24, 2013, the
12 Commissioner notified Global Funding in writing that a replacement bond must be received prior to
13 the cancellation date.

14 6. Global Funding did not provide a replacement bond by the deadline of June 25, 2013
15 in violation of Financial Code section 50205 which requires licensees to maintain a surety bond at all
16 times during the tenure of their license.

17 7. Pursuant to Financial Code section 50319(a), the Commissioner issued an Order on
18 June 25, 2013 that Global Funding immediately discontinue the disbursement, in whole or in part, of
19 trust funds held by the licensee and establish a separate trust account for all subsequent trust funds
20 received by the licensee.

21 8. Global Funding failed to comply with the June 25, 2013 Order and did not request a
22 hearing to contest the Order.

23 9. To date, the bond has not been replaced or reinstated and the Order remains in effect.

24 10. Pursuant to California Financial Code section 50200, Global Funding was required to
25 submit its audited financial statements for its fiscal year ended June 30, 2013 (“audit report”) to the
26 Commissioner by October 15, 2013.

27 11. To date, no audited financial statements have been received from Global Funding.

28 12. Global Funding failed to file mortgage call reports for the first three (3) quarters of

1 2013 until November 15, 2013. The reports were due 45 days after the end of each quarter as
2 required under Financial Code 50307.2 and CCR title 10, 1950.314.8(b).

3 13. Failure to file the annual, audit and mortgage call reports and failure to maintain a
4 surety bond and pay assessed penalties are grounds under the California Financial Code section
5 50327 for the revocation of a license issued under the CRMLA.

6 14. On January 8, 2014, the Commissioner issued a Notice of Intention to Issue Order
7 Revoking Residential Mortgage Lender and Loan Servicer License, Accusation and accompanying
8 documents against Global Funding based upon the above. Global Funding was served with those
9 documents on January 10, 2014 via certified mail, return-receipt at its licensed location on file with
10 the California Department of Business Oversight. The Department has received no request for a
11 hearing from Global Funding and the time to request a hearing has expired.

12 Based on the foregoing, the Commissioner finds it is in the public interest to issue the
13 following order.

14 GOOD CAUSE APPEARING THEREFORE, it is hereby ordered that the residential
15 mortgage lender and residential mortgage loan servicer license issued by the Commissioner to Global
16 Funding Service Corporation is hereby revoked. This order is effective as of the date hereof.
17 Pursuant to California Financial Code sections 50310 and 50311, Global Funding Service
18 Corporation is ordered to transfer its existing service accounts and complete any loans for which it
19 had commitments within sixty (60) days of this order.

20 Dated: February 28, 2014
21 Sacramento, California

JAN LYNN OWEN
Commissioner of Business Oversight

22 By: _____
23 MARY ANN SMITH
24 Deputy Commissioner
25 Enforcement Division
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