

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 JUDY L. HARTLEY (CA BAR NO. 110628)
Senior Corporations Counsel
4 Department of Corporations
320 West 4th Street, Ste. 750
5 Los Angeles, California 90013-2344
Telephone: (213) 576-7604 Fax: (213) 576-7181
6 Attorneys for Complainant
7

8 BEFORE THE DEPARTMENT OF CORPORATIONS
9 OF THE STATE OF CALIFORNIA
10

11 In the Matter of the Petition for Reinstatement) File No.: 413-0446
12 of:)
13 SUMMIT LENDING OF HAWAII LLC doing) NOTICE OF EFFECTIVENESS OF ORDER
14 business as NORTHSTAR ALLIANCE,) GRANTING REINSTATEMENT
15)
16)
17)

18 TO: EDMUND G. BROWN, JR.
19 ATTORNEY GENERAL, STATE OF CALIFORNIA
Department of Justice
20 P.O. Box 944255
21 Sacramento, California 94244-2550

22 SUMMIT LENDING OF HAWAII LLC dba NORTHSTAR ALLIANCE
23 c/o John C. Redding, Esq.
Redding Legal Center
24 270 E. Douglas Avenue
25 El Cajon, California 92020

26 PLEASE TAKE NOTICE THAT Petitioner, Summit Lending of Hawaii LLC dba Northstar
27 Alliance (“Northstar Alliance”), has timely complied with all the conditions set forth in the Order
28 Conditionally Granting Petition for Reinstatement issued by the California Corporations

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Commissioner on December 9, 2009. Accordingly, the order granting the petition for reinstatement of Northstar Alliance is effective as of the date hereof.

Dated: January 7, 2010
Los Angeles, Ca

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____
Alan S. Weinger
Deputy Commissioner

1 PRESTON DUFAUCHARD
2 CALIFORNIA CORPORATIONS COMMISSIONER
3 ALAN S. WEINGER (CA BAR NO. 86717)
4 DEPUTY COMMISSIONER
5 320 WEST 4th Street, Ste. 750
6 LOS ANGELES, CALIFORNIA 90013-1105

7 Attorneys for Complainant

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BEFORE THE DEPARTMENT OF CORPORATIONS
OF THE STATE OF CALIFORNIA

In the Matter of the Order of THE) File No. 413 0446
COMMISSIONER OF CORPORATIONS OF)
THE STATE OF CALIFORNIA,)
Complainant,)
vs.)
NORTHSTAR ALLIANCE MORTGAGE,)
INC.,)
Respondent.)

ORDER TO DISCONTINUE RESIDENTIAL MORTGAGE LENDING
AND/OR SERVICING ACTIVITIES PURSUANT TO
SECTION 50319, CALIFORNIA FINANCIAL CODE

TO: NORTHSTAR ALLIANCE MORTGAGE, INC.
333 QUEEN STREET, 7TH FLOOR
HONOLULU, HI 96813

THE COMMISSIONER OF CORPORATIONS OF THE STATE OF CALIFORNIA
FINDS THAT:

NORTHSTAR ALLIANCE MORTGAGE, INC. has failed to comply with the bonding requirements of the California Residential Mortgage Lending Act (California Financial Code Section 50000 et seq.) in that effective August 30, 2011 Bond No. 69336370 issued by WESTERN SURETY COMPANY in favor of NORTHSTAR ALLIANCE, INC. DOING BUSINESS IN

1 CALIFORNIA AS NORTHSTAR ALLIANCE MORTGAGE, INC. expired and no replacement
2 bond has been obtained.

3
4 Based on the foregoing, Respondent is conducting residential mortgage lending
5 and/or servicing business in violation of Section 50205 of the Financial Code and is conducting
6 business in such an unsafe and injurious manner as to render further operations hazardous to the
7 public or to customers.

8 NOW, BASED ON THE FOREGOING, AND GOOD CAUSE APPEARING
9 THEREFORE, it is hereby ORDERED, under the provisions of Section 50319 of the California
10 Financial Code, NORTHSTAR ALLIANCE MORTGAGE, INC. immediately discontinue the
11 disbursement, in whole or in part, of trust funds held by the licensee and establish a separate trust
12 account for all subsequent trust funds received by the licensee.
13

14
15 THIS ORDER is to remain in full force and effect until further order of the Commissioner.

16 Section 50319 of the Financial Code provides as follows:

17 (a) If the commissioner, as a result of any examination or from any report
18 made to him or her, shall find that any person subject to this division is in an
19 insolvent condition, is conducting business in an unsafe or injurious manner that
20 renders further operations hazardous to the public or to customers, has failed to
21 comply with the provision of Section 50317, has permitted its tangible net worth to
22 be lower than the minimum required by law, or has failed to comply with the
23 bonding requirements of Section 50205, the commissioner may, by an order
24 addressed to and served by registered or certified mail, or by personal service on that
25 person, and on any other person having in his or her possession or control any trust
26 funds or other property deposited in escrow with that person, direct discontinuance
of the disbursement, in whole or in part, of trust funds held by the licensee and order
the establishment of a separate trust account for all subsequent trust funds received
by the licensee. No person having in his or her possession any of these funds or
documents shall be liable for failure to comply with the order unless he or she has
received written notice of the order. Subject to subdivision (b), the order shall
remain in effect until set aside by the commissioner, or the person has been adjudged
bankrupt.

27 (b) Within 15 days from the date of an order pursuant to subdivision (a), the
28 person may request a hearing under the Administrative Procedure Act (Chapter 5
(commencing with Section 11500) of Part 2 of Division 3 of Title 2 of the
Government Code). Upon receiving a request, the matter shall be set for hearing to
commence within 30 days after the receipt unless the person subject to this division
consents to a later date. If no hearing is requested within 15 days after the mailing or

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service of the notice and none is ordered by the commissioner, the failure to request a hearing shall constitute a waiver of the right to a hearing. Neither the request for a hearing nor the hearing itself shall stay the order issued by the commissioner under subdivision (a).

DATED: August 30, 2011
Los Angeles, California

Preston DuFauchard
California Corporations Commissioner

By _____
DiAun M. Burns
Special Administrator
California Residential Mortgage Lending Act

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 MARLOU de LUNA (CA BAR NO. 162259)
Sr. Corporations Counsel
4 DEPARTMENT OF CORPORATIONS
320 West 4th Street, Suite 750
5 Los Angeles, California 90013-2344
Telephone: 213-576-7606
6 Facsimile: (213) 576-7181

7 Attorneys for Complainant

8

9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA

11 In the Matter of the Accusation) File No.: 413-0446
of THE CALIFORNIA CORPORATIONS)
12 COMMISSIONER,) ACCUSATION
13 Complainant,)
14 v.)
15 NORTHSTAR ALLIANCE MORTGAGE, INC.)
16 Respondent.)
17)
18)
19)

20 The California Corporations Commissioner (“Complainant” or “Commissioner”) is informed
21 and believes and based upon such information and belief, alleges and charges as follows:

22 I.

23 Respondent NorthStar Alliance Mortgage, Inc. (“Respondent” or “NorthStar Alliance
24 Mortgage”) is a residential mortgage lender licensed since December 5, 2002 by the Commissioner
25 pursuant to the California Residential Mortgage Lending Act (Fin. Code, § 50000 et seq.).
26 Respondent’s principal place of business is located at 333 Queen Street, 7th Floor, Honolulu, Hawaii
27 96813.

28 ///

1 Respondent’s license was originally issued under the name of Summit Lending of Hawaii
2 LLC (“Summit Lending”). On May 3, 2004, the Commissioner approved and issued the Order
3 Approving Effectiveness Of Post-License Amendment To Change Name of Summit Lending to
4 Summit Lending of Hawaii LLC, doing business as NorthStar Alliance (“NorthStar Alliance”). On
5 January 11, 2010, the Commissioner issued another Order Approving Effectiveness Of Post-License
6 Amendment To Change Name of NorthStar Alliance to its current name of NorthStar Alliance
7 Mortgage. NorthStar Alliance Mortgage is an assumed name used by NorthStar Alliance in the State
8 of California.

9 II.

10 Financial Code section 50205, subdivision (a) requires a residential mortgage lender licensee
11 to maintain a bond in the minimum amount of \$50,000.00.

12 On August 30, 2011, Bond No. 69336370 issued by Western Surety Company in favor of
13 Respondent expired and no replacement bond has been obtained.

14 In light of the cancellation of the surety bond the Commissioner issued the Order To
15 Discontinue Residential Mortgage Lending And/Or Servicing Activities Pursuant To Section 50319,
16 California Financial Code (“Order”).

17 III.

18 Financial Code section 50200, in relevant parts, provides:

19 (a) At the end of the licensee’s fiscal year . . . each licensed residential mortgage lender or
20 service shall cause its books and accounts to be audited by an independent certified public
21 accountant

22 (d) The audit report shall be filed with the commissioner within 105 days of the end of the
23 licensee’s fiscal year. The report filed with the commissioner shall be certified by the
24 certified public accountant conducting the audit

25 (e) [T]he commissioner may summarily revoke the license of a licensee who fails to file a
26 certified financial statement prepared by an independent certified public accountant as
27 required by this division or at the request of the commissioner.

28 Respondent’s fiscal year end is December 31, 2010. Accordingly, Respondent was required
to file its audited financial statement on or before April 15, 2011, pursuant to section 50200,
subdivision (d). Respondent failed to file its audited financial statements in violation of section

1 50200. On May 31, 2011, NorthStar was notified in writing that the Commissioner had not received
2 the audited financial statements. To date the audited financial statements have not been received.

3 IV.

4 Financial Code section 50307, in relevant parts, provides:

5 (a) Each residential mortgage lender or servicer licensee shall file a report with
6 the commissioner annually, on or before the first day of March, giving the relevant
7 information that the commissioner reasonably requires to make the calculation required by
8 subdivision (a) of Section 50401. . . .

9 (b) A licensee shall make any other special reports to the commissioner that the
10 commissioner may, from time to time, require.

11 Financial Code section 50326, provides:

12 If any licensee fails to do any of the following, the licensee shall forfeit to the
13 people of the state a sum of up to one hundred dollars (\$100) for every day up
14 to the 10th Day: (a) to make any report required by law or by the commissioner
15 within 10 days from the day designated for the making of the report, or within
16 any extension of time granted by the commissioner, or (b) fails to include therein
17 any matter required by law or by the commissioner. Thereafter, any failure shall
18 constitute grounds for the suspension or revocation of the license held by the
19 residential mortgage lender or residential mortgage loan servicer.

20 California Code of Regulations, title 10, section 1950.314.8, in relevant parts, provides:

21 (a) Best Practices. Every licensee shall implement best practices to manage loan product
22 risk on a continuous basis . . . For purposes of this section, “best practices” shall mean
23 lawful processes, policies, and procedures to manage risks associated with use of
24 nontraditional mortgage products and adjustable rate mortgage products as defined and
25 prescribed by the Guidance.

26 (b) Written Compliance Report. In a separate written document, submitted as an
27 addendum to its annual financial report and report of condition required under Section 50307
28 of the financial Code, every licensee shall state whether it made or arranged nontraditional
mortgage products and adjustable rate mortgage products, as defined by the Guidance, during
the reporting period covered by the annual report

On January 27, 2011, the Report of Principal Amount of Loans Originated and Aggregate
Amount of Loans Serviced for the 12 Month Period ended December 31, 2010 (“Report”), the
Report on Non-Traditional Adjustable Rate and Mortgage Loan Products (“Non-Traditional
Report”) and Non-Traditional, Adjustable Rate and Mortgage Loan Survey (“Survey”) (collectively
the “Reports”) for the 12 month period ending December 31, 2010 were sent to Respondent.

1 The Reports were preprinted with the licensee’s name, address and file number on the front and its
2 name and file number on the back. The instructions for completing the Reports were also included
3 in the package sent to Respondent. The completed Reports from Respondent were due on March 1,
4 2011. Respondent failed to file the Reports as required by section 50307 and California Code of
5 Regulations, title 10, section 1950.314.8.

6 On June 17, 2011, Respondent was notified in writing that a penalty in the amount of
7 \$1,000.00 was assessed pursuant to section 50326 due to its failure to file the Reports. To date the
8 Reports have not been received and the penalty has not been paid.

9 V.

10 Financial Code section 50401 requires each residential mortgage lender licensee to pay to the
11 Commissioner its pro rata share of all costs and expenses that the “commissioner reasonably expects
12 to incur in the current fiscal year in the administration” of the California Residential Mortgage
13 Lending Act. “In order for the commissioner to calculate the assessment under this section, each
14 licensee shall file an annual report for the calendar year just ended containing the information
15 required by the commissioner on or before March 1 of the year in which the assessment is to be
16 calculated.”

17 The Commissioner’s June 27, 2011 correspondence also stated that Respondent was required
18 to report the California loans originated, serviced, processed and underwritten and brokered in order
19 for the Commissioner to calculate Respondent’s annual assessment for the fiscal year July 1, 2011
20 through June 12, 2012 as provided by Financial Code section 50401.

21 Respondent failed to report the California loans originated, serviced, processed and
22 underwritten and brokered in violation of Financial Code section 50401.

23 VI.

24 Financial Code section 50327, in relevant part, provides:

- 25 (a) The commissioner may, after notice and a reasonable opportunity to be
26 heard, suspend or revoke any license if the commissioner finds that: (1) the
27 licensee has violated any provision of this division or any rule or order of the
28 commissioner thereunder

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Complainant finds that, by reason of the foregoing, NorthStar Alliance Mortgage has violated Financial Code sections 50205, subdivision (a), 50200, 50307, 50326, 50401, and California Code of Regulations, title 10, section 1950.314.8, and based thereon, grounds exist to revoke the residential mortgage lender license of NorthStar Alliance Mortgage.

WHEREFORE, IT IS PRAYED that the residential mortgage lender license of NorthStar Alliance Mortgage be revoked and pursuant to Financial Code section 50311, NorthStar Alliance Mortgage be given a transition period of sixty (60) days within which to complete any loans for which it had prior commitments.

Dated: September 14, 2011
Los Angeles, California

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____
MARLOU de LUNA
Sr. Corporations Counsel
Enforcement Division

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 JUDY L. HARTLEY (CA BAR NO. 110628)
Senior Corporations Counsel
4 Department of Corporations
320 West 4th Street, Ste. 750
5 Los Angeles, California 90013-2344
Telephone: (213) 576-7604 Fax: (213) 576-7181
6 Attorneys for Complainant

8 BEFORE THE DEPARTMENT OF CORPORATIONS
9 OF THE STATE OF CALIFORNIA

10
11 In the Matter of the Petition for Reinstatement) Case No.: 413-0446
of:)
12) NOTICE OF PETITION FOR
13 SUMMIT LENDING OF HAWAII LLC doing) REINSTATEMENT (California Government
business as NORTHSTAR ALLIANCE,) Code section 11522)
14)
15)
16)
17)

18 TO: EDMUND G. BROWN, JR.
19 ATTORNEY GENERAL, STATE OF CALIFORNIA
Department of Justice
20 P.O. Box 944255
21 Sacramento, California 94244-2550

22 SUMMIT LENDING OF HAWAII LLC dba NORTHSTAR ALLIANCE
23 c/o John C. Redding, Esq.
Redding Legal Center
24 270 E. Douglas Avenue
25 El Cajon, California 92020

26 Pursuant to Government Code Section 11522, you are hereby notified that on July 7, 2009,
27 Respondent, Summit Lending of Hawaii LLC dba Northstar Alliance (“Northstar Alliance”) filed a
28 Petition for Reinstatement of License (“Petition”) with the California Corporations Commissioner

1 (“Commissioner”). A true and correct copy of the Petition is attached hereto and incorporated
2 herein as Exhibit A.

3 On December 6, 2007, the Commissioner issued an Order Summarily Revoking Residential
4 Mortgage Lender and/or Servicer License against Northstar Alliance for failure to pay its annual
5 assessment required under Financial Code section 50401. A true and correct copy of the Summary
6 Revocation Order is attached and incorporated herein as Exhibit B.

7 YOU ARE FURTHER NOTIFIED that written argument and/or further written argument,
8 may be may be presented in this matter and should be received by the Department of Corporations
9 **on or before November 30, 2009** at its office located at 320 West 4th Street, Ste. 750, Los Angeles,
10 California 90013-1105, attention: Judy L. Hartley, Senior Corporations Counsel.

11 The Commissioner shall render a decision in this matter on or before December 30, 2009.

12 Dated: October 30, 2009
13 Los Angeles, Ca

PRESTON DuFAUCHARD
California Corporations Commissioner

14 By _____
15 Judy L. Hartley
16 Senior Corporations Counsel

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1 PRESTON DUFAUCHARD
2 CALIFORNIA CORPORATIONS COMMISSIONER
3 WAYNE STRUMPFER
4 DEPUTY COMMISSIONER
5 ALAN S. WEINGER (CA BAR NO. 86717)
6 SUPERVISING ATTORNEY
7 320 WEST 4th STREET, SUITE 750
8 LOS ANGELES, CALIFORNIA 90013-1105

9 Attorneys for Complainant

10 BEFORE THE DEPARTMENT OF CORPORATIONS
11 OF THE STATE OF CALIFORNIA

12 In the Matter of the Accusation of) File No. 4130446
13)
14 THE CALIFORNIA CORPORATIONS)
15 COMMISSIONER,)
16)
17 Complainant,)
18)
19 vs.)
20)
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22)
23 NORTHSTAR ALLIANCE (SUMMIT)
24 LENDING OF HAWAII LLC, DBA),)
25 Respondent)
26 _____

27 ORDER SUMMARILY REVOKING
28 RESIDENTIAL MORTGAGE LENDER AND/OR SERVICER LICENSE

THE CALIFORNIA CORPORATIONS COMMISSIONER FINDS THAT:

GOOD CAUSE APPEARING, the license issued NORTHSTAR ALLIANCE (SUMMIT LENDING OF HAWAII LLC, DBA) is hereby revoked for failure to comply with Section 50401 of the California Residential Mortgage Lending Act which requires the payment of an assessment to the Commissioner.

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Dated: November 5, 2007
Effective: December 6, 2007
Los Angeles, California

PRESTON DUFAUCHARD
CALIFORNIA CORPORATIONS COMMISSIONER

By _____
DIAUN M. BURNS
Special Administrator
California Residential Mortgage Lending Act

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 MARLOU de LUNA (CA BAR NO. 162259)
Sr. Corporations Counsel
4 DEPARTMENT OF CORPORATIONS
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6 Facsimile: (213) 576-7181

7 Attorneys for Complainant

8
9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA

11 In the Matter of the Accusation)
of THE CALIFORNIA CORPORATIONS)
12 COMMISSIONER,)
13 Complainant,)
14 v.)
15 NORTHSTAR ALLIANCE MORTGAGE, INC.)
16 Respondent.)
17)

File No.: 413-0446

**ORDER REVOKING RESIDENTIAL
MORTGAGE LENDER LICENSE**

18
19 NOW THEREFORE the California Corporations Commissioner (“Commissioner”) finds
20 that:

21 1. The Commissioner issued a residential mortgage lender license to Respondent
22 NorthStar Alliance Mortgage, Inc. (“Respondent” or “NorthStar Alliance Mortgage”) pursuant to the
23 California Residential Mortgage Lending Act (Fin. Code, § 50000 et seq.).

24 2. Respondent’s license was originally issued under the name of Summit Lending of
25 Hawaii LLC (“Summit Lending”). On May 3, 2004, the Commissioner approved and issued the
26 Order Approving Effectiveness Of Post-License Amendment To Change Name of Summit Lending
27 to Summit Lending of Hawaii LLC, doing business as NorthStar Alliance (“NorthStar Alliance”).
28 On January 11, 2010, the Commissioner issued another Order Approving Effectiveness Of Post-

1 License Amendment To Change Name of NorthStar Alliance to its current name of NorthStar
2 Alliance Mortgage. NorthStar Alliance Mortgage is an assumed name used by NorthStar Alliance in
3 the State of California.

4 3. Respondent had its principal place of business located at 333 Queen Street, 7th Floor,
5 Honolulu, Hawaii 96813.

6 4. Respondent violated Financial Code section 50205, subdivision (a). On August 30,
7 2011, Bond No. 69336370 issued by Western Surety Company in favor of Respondent expired and
8 the bond has not been reinstated or replaced. In light of the cancellation of the surety bond the
9 Commissioner issued the Order To Discontinue Residential Mortgage Lending And/Or Servicing
10 Activities Pursuant To Section 50319, California Financial Code.

11 5. Respondent violated Financial Code section 50200. Respondent's fiscal year end is
12 December 31,2010. Respondent failed to file its audited financial statements. On May 31, 2010,
13 Respondent was notified in writing that the Commissioner had not received the audited financial
14 statements. To date the audited financial statements have not been received.

15 6. Respondent violated Financial Code section 50307 and California Code of
16 Regulations, title 10, section 1950.314.8. On January 27, 2011, the Report of Principal Amount of
17 Loans Originated and Aggregate Amount of Loans Serviced for the 12 Month Period ended
18 December 31, 2010 ("Report"), the Report on Non-Traditional Adjustable Rate and Mortgage Loan
19 Products ("Non-Traditional Report") and Non-Traditional, Adjustable Rate and Mortgage Loan
20 Survey ("Survey") (collectively the "Reports") for the 12 month period ending December 31, 2010
21 were sent to Respondent. The Reports were preprinted with the licensee's name, address and file
22 number on the front and its name and file number on the back. The instructions for completing the
23 Reports were also included in the package sent to Respondent. Respondent failed to file the Reports
24 as required by section 50307 and California Code of Regulations, title 10, section 1950.314.8.

25 7. Respondent violated Financial Code section 50326. On or about June 17, 2011,
26 Respondent was notified in writing that a penalty in the amount of \$1,000.00 was assessed pursuant
27 to Financial Code section 50326 due to its failure to file the Reports. To date the the penalty has not
28 been paid.

1 8. Respondent violated Financial Code section 50401. On or about January 27, 2011,
2 the Commissioner notified Respondent in writing that Respondent was required to report the
3 California loans originated, serviced, processed and underwritten and brokered in order for the
4 Commissioner to calculate Respondent's annual assessment for the fiscal year July 1, 2011 through
5 June 12, 2012. Respondent failed to report the California loans originated, serviced, processed and
6 underwritten and brokered in violation of Financial Code section 50401.

7 9. Respondent violated Financial Code section 50124, subdivision (a)(10). On
8 September 14, 2011, the Commissioner filed the Notice of Intention to Issue Order Revoking
9 Residential Mortgage Lender License, the Accusation, and all related documents. On September 15,
10 2011, Respondent was served the notice of intention to revoke its residential mortgage lender
11 license, the Accusation and all related documents. The documents were returned on September 23,
12 2011 marked "Unable To Forward Return To Sender" with a notification of a new address.
13 Thereafter, the Commissioner attempted service at the new address but the documents were returned
14 marked "Unclaimed Unable to Forward." Respondent failed to notify the Commissioner in writing
15 prior to changing its location.

16 10. Complainant finds that, by reason of the foregoing, Respondent has violated Financial
17 Code sections 50205, subdivision (a), 50200, 50307, 50326, 50401, 50124, subdivision (a)(10) and
18 California Code of Regulations, title 10, section 1950.314.8, all of which are grounds for revocation
19 of its residential mortgage lender license under Financial Code section 50327.

20 THEREFORE, pursuant to Financial Code section 50327, the residential mortgage lender
21 license issued to Respondent NorthStar Alliance Mortgage, Inc. is hereby revoked. This Order is
22 effective as of the date hereof.

23 Dated: December 1, 2011
24 Los Angeles, California

PRESTON DuFAUCHARD
California Corporations Commissioner

25
26
27 By _____
ALAN S. WEINGER
28 Deputy Commissioner

1 PRESTON DuFAUCHARD
California Corporations Commissioner
2 ALAN S. WEINGER
Deputy Commissioner
3 JUDY L. HARTLEY (CA BAR NO. 110628)
Senior Corporations Counsel
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Telephone: (213) 576-7604 Fax: (213) 576-7181
6 Attorneys for Complainant
7

8 BEFORE THE DEPARTMENT OF CORPORATIONS
9 OF THE STATE OF CALIFORNIA

10
11 In the Matter of the Petition for Reinstatement) Case No.: 413-0446
of:)
12) ORDER CONDITIONALLY GRANTING
13 SUMMIT LENDING OF HAWAII LLC doing) PETITION FOR REINSTATEMENT
business as NORTHSTAR ALLIANCE,) (California Government Code section 11522)
14)
15)
16)
17)

18 TO: EDMUND G. BROWN, JR.
19 ATTORNEY GENERAL, STATE OF CALIFORNIA
Department of Justice
20 P.O. Box 944255
Sacramento, California 94244-2550
21

22 SUMMIT LENDING OF HAWAII LLC dba NORTHSTAR ALLIANCE
23 c/o John C. Redding, Esq.
Redding Legal Center
24 270 E. Douglas Avenue
25 El Cajon, California 92020

26 Petitioner, Summit Lending of Hawaii LLC dba Northstar Alliance (“Northstar Alliance”),
27 having filed a petition for reinstatement of its California Residential Mortgage Lending Act license,
28 which was revoked by the California Corporations Commissioner (“Commissioner”) on December

1 6, 2007, the petition having been considered, further argument having been submitted by Northstar
2 Alliance, and good cause appearing,

3 IT IS ORDERED that, subject to the Commissioner’s satisfactory review, the Petition for
4 Reinstatement is granted provided the following conditions are met within thirty days (30) of the
5 date hereof:

- 6 1. Payment of Assessment Invoice Number MB0307 in the amount of \$5,000.
- 7 2. Payment of penalties in the amount of \$50.00 for each month or part of a month that
8 the Assessment Invoice Number MB0307 remained unpaid, which invoice was due and payable on
9 October 18, 2007, or \$1,250.00, if paid by the end of November 2009, otherwise, penalties will
10 continue to accrue at \$50.00 for each month or part of a month that the assessment remains unpaid.
- 11 3. Payment of penalties in the amount of \$1,000.00 assessed for the late filing of the
12 December 31, 2005 annual audit report.
- 13 4. Submission of a current surety bond meeting the requirements of Financial Code
14 section 50205.
- 15 5. Submission of audited financial statements for the fiscal year ended December 31,
16 2008 reflecting compliance with the tangible net worth requirements of Financial Code section
17 50201.
- 18 6. Submission of the Independent Auditor’s Report on Internal Controls for the years
19 ended December 31, 2005 and 2006.
- 20 7. Confirmation of current address.
- 21 8. Completion of the Post-License Amendment converting the company from Summit
22 Lending of Hawaii LLC to Northstar Alliance, Inc. or other name authorized by the California
23 Secretary of State to include a copy of conversion documents as filed with the California Secretary
24 of State and a Certificate of Good Standing issued by the California Secretary of State. If the name
25 authorized by the California Secretary of State is a name other than Northstar Alliance, Inc. the
26 following documents should also be submitted:
 - 27 (a) A Post-License Amendment reflecting the name authorized by the California
28 Secretary of State (Facing Page and the Execution Page.)

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(b) A Customer Authorization for Disclosure of Financial Records reflecting the name authorized by the California Secretary of State.

(c) A surety bond rider reflecting the name authorized by the California Secretary of State.

(d) A Consent to Service of Process reflecting the name authorized by the California Secretary of State.

9. Submission of proof that Northstar Alliance has not engaged in residential mortgage lending and/or residential mortgage loan servicing in the State of California since December 6, 2007 or if so, under what authority that activity was conducted.

Dated: December 9, 2009
Los Angeles, Ca

PRESTON DuFAUCHARD
California Corporations Commissioner

By _____
Alan S. Weinger
Deputy Commissioner