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9
10 BEFORE THE DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION
11 OF THE STATE OF CALIFORNIA

12 In the Matter of:)
13)
14 THE COMMISSIONER OF FINANCIAL) CFL LICENSE No.: 60DBO-102551
PROTECTION AND INNOVATION,)
15) **ORDER SUMMARILY REVOKING**
Complainant.) **LICENSE PURSUANT TO CONSENT**
16) **ORDER**
17 v.)
18 SQN VENTURE INCOME FUND II, LP)
19 Respondent.)
20)

21 The Commissioner of Financial Protection and Innovation (Commissioner) finds that:

22 A. California Code of Regulations, Title 10, Section 1422.4 (Regulation 1422.4)
23 required all finance lender licenses under the California Financing Law (CFL) (Fin. Code, § 22000,
24 et seq.) to be transitioned to the Nationwide Multistate Licensing System and Registry (NMLS) by
25 December 31, 2021.

26 B. On August 5, 2022, pursuant to Financial Code section 22707.5 (Section 22707.5),
27 the Commissioner issued a Citation and Order (Citation), which ordered licensees that had not
28 completed the transition to NMLS to correct the violation within 60 days.

1 C. Also pursuant to Section 22707.5, the Citation required that licensees who had failed
2 to complete the transition by the date of the Citation pay the Commissioner a \$2,500.00
3 administrative fine within 60 days.

4 D. On August 5, 2022, the Commissioner served the Citation on Respondent SQN
5 Venture Income II (Respondent) by sending a copy of the Pleadings by certified mail, return receipt
6 requested, to Respondent’s last-known, licensed address. In addition, that same day, the
7 Commissioner served a second copy of the Citation by email to the email address designated by
8 Respondent with the Commissioner—an email address that Respondent is required to maintain and
9 monitor.

10 E. Under Financial Code section 22150, the Commissioner may make general rules and
11 regulations and specific rulings, demands, and findings for the enforcement of, and within the
12 general purposes of, the CFL.

13 F. In lieu of proceeding to a hearing on the Citation or the Commissioner issuing an
14 accusation to revoke Respondent’s license pursuant to Financial Code section 22714, Respondent
15 and the Commissioner executed a Consent Order on February 10, 2023, in which Respondent
16 waived its right to a hearing, and agreed to transition its license to NMLS within 30 days of the
17 Consent Order effective date. In signing the Consent Order, Respondent further agreed that the
18 Commissioner would issue the instant order summarily revoking Respondent’s license should
19 Respondent fail to comply with the terms of the Consent Order.

20 G. Respondent has failed to comply with the terms of the Consent Order by not
21 completing the transition of its license within 30 days of the Consent Order effective date.

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NOW GOOD CAUSE APPEARING THEREFORE, it is hereby ordered that:

Pursuant to the terms of the Consent Order issued under Financial Code sections 22150 and 22714, the California Financing Law license of SQN Venture Income II, license number 60DBO-102551, is hereby revoked.

This Order is effective as of the date hereof.

Dated: April 25, 2023
Sacramento, California

CLOTHILDE V. HEWLETT
Commissioner of Financial Protection and Innovation



By _____
MARY ANN SMITH
Deputy Commissioner
Enforcement Division