STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
DIVISION OF MORTGAGE LENDING

Before the Commissioner of the Division of Mortgage Lending

In the Matter of: ADVANTAGE MORTGAGE, Mortgage Broker License No. 2518, and SCOTT KRELLE, President & Sole Shareholder, Mortgage Agent License No. 48262, Respondent.	Order No.: ~~2013-~~ 2014-3

CONSENT ORDER
REQUIRING COMPLIANCE
AND
ASSESSING AN ADMINISTRATIVE FINE

Issued ~~and~~ Entered,
This 21st day of January, 2014,
By James Westrin,
Commissioner

The Commissioner of the State of Nevada, Department of Business and Industry, Division of Mortgage Lending (the "Commissioner") having been statutorily charged with the responsibility and authority to administer and enforce Chapter 645B of the Nevada Revised Statutes, NRS 645B.010 et seq., and Chapter 645B of the Nevada Administrative Code, NAC 645B.001 et seq., (collectively, the "Act") governing the licensing and conduct of mortgage broker and mortgage agents in the State of Nevada; and,

The Commissioner having been granted general supervisory power and control and administrative enforcement authority over all mortgage brokers and mortgage agents doing business in the State of Nevada pursuant to the Act; and,

ADVANTAGE MORTGAGE (the "Respondent") having made application for and been granted a license as a mortgage broker (License No. 2518) pursuant to provisions of the Act on April 24, 2006, and having been licensed as a mortgage broker at all times pertinent to this matter; and,

Commencing on or about January 2, 2013 and concluding on or about April 30, 2013, Division of Mortgage Lending Staff having conducted an examination of the Respondent's books and records pursuant to NRS 645B.060(2)(d)-(e); and,

On or about April 30, 2013, the Division having issued and served on Respondent 1) a Final Report of Examination ("Report") and 2) a Notice of Opportunity to Show Compliance ("NOSC"), pursuant to provisions of the Nevada Administrative Procedures Act ("NAPA"), NRS 233B.010 *et seq.*, and the Act; and,

The Report and NOSC having contained findings that Respondent violated the Act and set forth the applicable laws and penalties which could be imposed on Respondent and provided notice to Respondent that Respondent was entitled to an informal opportunity to show compliance with any provision of law alleged to have been violated; and,

The Division and Respondent having held an NOSC conference on July 9, 2013, and determined that the following violations were established:

1. Respondent failed to submit an accurate monthly activity report for the month of September 2012, in violation of NRS 645B.080(2).

2. Respondent failed to fully cooperate with the examination by refusing or failing to timely provide payroll records to the examiner in connection with the conduct of the examination, in violation of NRS 645B.670(2)(i).

3. Respondent failed to timely respond to the draft report of examination, in violation of NRS 645B.670(2)(i); and,

The Division and Respondent having conferred for purposes of resolving this matter and determined to resolve this matter pursuant to the following terms:

1. Respondent agrees to fully comply with all provisions of the Act and to CEASE and DESIST from any and all violations of the Act as set forth above and to henceforth 1) timely file accurate monthly activity reports in accordance with the requirements of NRS 645B.080(2), 2) fully

cooperate with any examination of the Commissioner and 3) timely and accurately provide any information or report required by the Commissioner in accordance with the requirements of NRS 645B.670(2)(i).

2. Respondent agrees to develop and implement a "Safeguards Policy" as required by the Federal Trade Commission's Standards for Safeguarding Customer Information Rule, 16 C.F.R. 314, and submit a copy of the policy to the Division within 30 days of the entry of this Order.

3. Respondent agrees to pay to the Division an ADMINISTRATIVE FINE in the amount of $2,500.00. It is agreed that the collection of the administrative fine will be deferred for a period of 12 months from the date of entry of this CONSENT ORDER REQUIRING COMPLIANCE AND ASSESSING AN ADMINISTRATIVE FINE (the "Order") or until the Division completes a follow-up examination of the Respondent, whichever occurs later (the "deference period"). If during the deference period Respondent fails to comply with this Order, the administrative fine will be immediately due and payable. If, however, Respondent fully complies with this Order, the administrative fine will be deemed rescinded.

Respondent, through its president and sole shareholder, Scott Krelle, having knowingly and voluntarily affixed his signature to the attached VOLUNTARY CONSENT TO ENTRY OF COMMISSIONER'S ORDER, incorporated herein by this reference, has consented to the issuance of this Order with the intent to be legally bound hereby, and has waived and relinquished any and all rights that Respondent may now or hereafter have to an administrative hearing in this matter or to judicial review of, or otherwise challenge or contest, the entry of this Order; and,

Respondent having had opportunity to consult with legal counsel of its choosing concerning this matter; and,

The Commissioner having made the following FINDINGS and CONCLUSIONS:

1. The Commissioner has jurisdiction and authority to issue this Order in this matter, pursuant to the Nevada Administrative Procedures Act ("NAPA"), NRS 233B.010 *et seq.*, and the Mortgage Brokers and Mortgage Agents Act, NRS 645B.010 *et seq.*

2. All required notices have been issued in this matter, and the notices and service thereof were appropriate and lawful in all respects.

3. The terms of this Order are a reasonable resolution of this matter and in the public interest.

4. All applicable provisions of NAPA and NRS 622 have been met.

5. Respondent violated NRS 645B.080(2) and NRS 645B.670(2)(i).

NOW, THERFORE, IT IS HEREBY ORDERED that:

1. Respondent shall fully comply with all provisions of the Act and CEASE and DESIST from any and all violations of NRS 645B.080(2) and NRS 645B.670(2)(i).

2. Respondent shall develop and implement a "Safeguards Policy" as required by the Federal Trade Commission's Standards for Safeguarding Customer Information Rule, 16 C.F.R. 314, and submit a copy of the policy to the Division within 30 days of the entry of this Order.

3. An ADMINISTRATIVE FINE in the amount of $2,500.00 shall be and hereby assessed on Respondent. The collection of the administrative fine shall be deferred for a period of 12 months from the date of entry of this Order or until the Division completes a follow-up examination of the Respondent, whichever occurs later (the "deference period"). If during the deference period Respondent fails to comply with this Order, the administrative fine shall be immediately due and payable. If, however, Respondent fully complies with this Order, the administrative fine shall be deemed rescinded.

4. This Order shall be and is effective and enforceable on the date that it is issued, as shown in the caption hereof.

5. This Order shall remain effective and enforceable until terminated, modified, set aside or suspended in writing by the Commissioner.

6. The Commissioner specifically retains jurisdiction of the matters contained herein and has the authority to issue such further order(s) as he shall deem just, necessary, and appropriate to enforce the Act and protect the public.

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IT IS SO ORDERED.

DIVISION OF MORTGAGE LENDING

By: _____
JAMES WESTRIN, COMMISSIONER

STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
DIVISION OF MORTGAGE LENDING

Before the Commissioner of the Division of Mortgage Lending

In the Matter of: ADVANTAGE MORTGAGE, Mortgage Broker License No. 2518, and SCOTT KRELLE, President & Sole Shareholder, Mortgage Agent License No. 48262, Respondent.	Order No.: ~~2013-~~ 2014-3

VOLUNTARY CONSENT TO ENTRY OF
COMMISSIONER'S ORDER

By affixing my signature hereto, I, SCOTT KRELLE, in my individual capacity and as the president and sole shareholder of ADVANTAGE MORTGAGE, hereby knowingly and voluntarily, with the intent to be legally bound thereby, consent to the attached Commissioner's ORDER REQUIRING COMPLIANCE AND ASSESSING AN ADMINISTRATIVE FINE (the "ORDER") in this matter, and further, in consideration of the terms and conditions set forth therein:

1. I acknowledge that I have had the opportunity to retain an attorney to review this VOLUNTARY CONSENT and the attached ORDER.

2. I knowingly and voluntarily waive the right to an administrative hearing in this matter.

3. I knowingly and voluntarily waive and give up any and all right that I, or ADVANTAGE MORTGAGE, may now or hereafter have to administrative or judicial review concerning, or to otherwise challenge or contest, the entry of the attached ORDER.

4. I agree to fully comply with each and every provision of the attached ORDER.

5. I understand that if I fail to fully comply with each and every provision of the attached ORDER, the Commissioner retains jurisdiction to issue such further order(s) as he may deem just, necessary and appropriate in accordance with NRS 645B.

6. I understand that this Voluntary Consent and attached Order is subject to the requirements of NRS 622.330(2). I further understand that this Voluntary Consent and attached Order will be presented to the Commissioner for approval. The Commissioner may, in his sole discretion, decide to accept or reject the Voluntary Consent and attached Order. If the Commissioner rejects the Voluntary Consent and Attached Order, I waive any objection to the Commissioner or his designee holding a formal administrative hearing and making his decision after such a hearing.

7. I, my heirs, executors, administrators, successors, and assigns, hereby releases, remises, and forever discharges the State of Nevada, the Department of Business and Industry of the State of Nevada, the Division, and each of their members, agents, attorneys (including any and all employees of the Nevada Attorney General), and employees in their individual and representative capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims, and demands whatsoever, known and unknown, in law or equity, that Respondent ever had, now has, may have, or claim to have against any or all of the persons or entities named in this section, arising out of or by reason of the Division's examination of the Respondent, and all other matters relating thereto.

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8. I hereby indemnify and hold harmless the State of Nevada, the Department of Business and Industry of the State of Nevada, the Division, and each of their members, agents, and employees, and employees of the Nevada Attorney General in their individual and representative capacities against any and all claims, suits, and actions brought against said persons and/or entities by reason of the Division's examination of Respondent, this Voluntary Consent and attached Order, and all other matters relating thereto, and against any and all expenses, damages, and costs, including court costs and attorney fees, which may be sustained by the persons and/or entities named in this matter as a result of said claims, suits, and actions.

1/3/14 (SK)
Dated

Advantage Mortgage
By: Scott Krelle, President

Subscribed and sworn to before me on this 3rd day of Jan, 2014
by Scott Krelle.

Notary Public
In and for the county of Orange
~~Nevada~~ California
My commission expires 10-22-2014

KWAN H. AHN
COMM. # 1905309
NOTARY PUBLIC - CALIFORNIA
ORANGE COUNTY
MY COMM. EXP. OCT. 22, 2014

CERTIFICATE OF SERVICE

I certify that I am an employee of the State of Nevada, Department of Business and Industry, Division of Mortgage Lending, and that on, January 22nd, 2014, I deposited in the U.S. mail, postage prepaid via First Class Mail and Certified Return Receipt Requested, a true and correct copy of the foregoing, CONSENT ORDER REQUIRING COMPLIANCE AND ASSESSING AN ADMINISTRATIVE FINE AND VOLUNTARY CONSENT TO ENTRY OF COMMISSIONER'S ORDER for ADVANTAGE MORTGAGE AND SCOTT KRELLE, addressed as follows:

Scott Krelle
Advantage Mortgage
18881 Von Karman Avenue, Suite 1150
Irvine, CA 92612

Certified Receipt Number: 7009 2250 0001 8859 3933

DATED this 22nd day of January, 2014

By: Susan Slack
Employee of the Division