

STATE OF NEW JERSEY



DEPARTMENT OF BANKING AND INSURANCE DIVISION OF BANKING

CONSENT ORDER NO. E14-015182

IN THE MATTER OF:)
HANSEN FINANCIAL SERVICES, INC.) **CONSENT ORDER**
NMLS #: 133360)

HANSEN CHENG)
HANSEN FINANCIAL SERVICES, INC.)
917 ARCH STREET)
PHILADELPHIA, PA 19107)

HANSEN CHENG)
6137 FUGAZZOTTO DRIVE)
ALLENTOWN, PA 18104)

This matter having been opened to the Office of Consumer Finance within the Division of Banking of the New Jersey Department of Banking and Insurance ("Department") upon information provided by the Examinations Bureau that Hansen Financial Services, Inc. ("the Licensee"), at all times relevant to this Consent Order, a licensed New Jersey Residential Mortgage Broker pursuant to the New Jersey Residential Mortgage Lending Act N.J.S.A. 17:11C-52 et seq., ("the Act") may have violated certain provisions of the Act and its implementing rules; and

WHEREAS IT APPEARS that the Licensee may have violated the following:

N.J.S.A. 17:11C-64 Minimum net worth required for applicant for business license

a. (2)

During the course of a last examination, it was found that the Licensee failed to maintain the required \$50,000 in tangible net worth as required. The License was directed to

provide audited financial statements pursuant to the Report of Examination dated June 5, 2014. The license was further directed the Department's Enforcement Bureau to provide same on July 31, 2014. To date no such statements have been provided; and

WHEREAS, in the event that the Commissioner issued an administrative Order to Show Cause to the Licensee addressing the above-referenced apparent violations, the Licensee would be entitled to request a hearing of the matter as a contested case in accordance with the Administrative Procedure Act, N.J.S.A. 52:14B-1 et seq.; and

WHEREAS the Licensee understands these rights and has voluntarily waived the right to a hearing on the matters addressed in this Consent Order; and

WHEREAS, the Licensee has agreed for purposes of settlement to **provide audited financial statements from the period of January 1, 2013 through December 31, 2014. Based on these statements it will be determined if it has maintained the minimum net worth as required by the Act. The statements must be prepared by a Certified Public Accountant ("CPA") in good standing with the Board of Accountancy. Along with the two years of audited financial statements the CPA will provide a separate statement confirming that the Licensee currently has a minimum net worth of \$50,000. These statements are to be produced to the Department within forty five (45) days from the date of the issuance of this Consent Order; and**

WHEREAS, the Licensee further acknowledges that if it is unable to prove it has maintained the minimum net worth as required that the Department will move to suspend its license through the issuance of an Order to Show Cause ("OTSC"). The Licensee also understands that it has the option of surrendering its license in compliance with N.J.A.C. 3:15-

2.17 Discontinuation of lender or broker business activity if it is unable to prove it has maintained the minimum net worth as required prior to the issuance of an OTSC; and

WHEREAS the parties to this Consent Order have determined that this matter is suitable for resolution upon the consent of the parties and that the Licensee and the Department desire to resolve this matter without a hearing or litigation, and for further good cause appearing;

NOW, THEREFORE, IT IS on this 7th day of July 2015, ORDERED AND AGREED as follows:

- 1. The Licensee provide audited financial statements from the period of January 1, 2013 through December 31, 2014. Based on these statements it will be determined if it has maintained the minimum net worth as required by the Act. The statements must be prepared by a Certified Public Accountant ("CPA") in good standing with the Board of Accountancy. Along with the two years of audited financial statements the CPA will provide a separate statement confirming that the Licensee currently has a minimum net worth of \$50,000. These statements are to be produced to the Department within forty five (45) days from the date of the issuance of this Consent Order.**
- 2. The Licensee acknowledges that if it is unable to prove it has maintained the minimum net worth as required that the Department will move to suspend its license through the issuance of an Order to Show Cause ("OTSC"). The License also understands that it has the option of surrendering its license in compliance with N.J.A.C. 3:15-2.17 Discontinuation of lender or broker business activity**

if it is unable to prove it has maintained the minimum net worth as required prior to the issuance of an OTSC.

This Consent Order shall be duly signed by an authorized representative of the Licensee and sent to:

**Department of Banking and Insurance
Office of Consumer Finance
P.O. Box 040
Trenton, New Jersey 08625
Attention: Troy Dayton**

3. Licensee consents to the entry of this Consent Order as a final administrative order, and Licensee understands that this final administrative order may be docketed with the Clerk of the Superior Court as provided in the Penalty Enforcement Law, N.J.S.A. 2A:58-10 et seq.

Consented to with respect to
both form and content:

[LICENSEE]

By: Hansen Cheng

Print Name: Hansen Cheng

Title: Broker of Record

Date: 7/7/15

It is so ordered:

KENNETH E. KOBYLOWSKI, COMMISSIONER
NEW JERSEY DEPARTMENT OF
BANKING AND INSURANCE

By: Thomas M. Hunt
Thomas M. Hunt, Assistant Director
Office of Consumer Finance