

BEFORE THE ARKANSAS SECURITIES COMMISSIONER

CASE NO. C-09-072

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ARKANSAS SECURITIES DEPT.

IN THE MATTER OF:

ORDER NO. C-09-072-10-OR01

SOLUTION SOURCE, LLC

RESPONDENT

CONSENT ORDER

This Consent Order is entered pursuant to the Arkansas Fair Mortgage Lending Act (“FMLA”), Ark. Code Ann. §§ 23-39-501 through 23-39-518, the Rules of the Fair Mortgage Lending Act, and the Arkansas Administrative Procedures Act, codified at Ark. Code Ann. §§ 25-15-101 through 25-15-219 in accordance with an agreement by and between the Staff of the Arkansas Securities Department (“Staff”) and Respondent, Solution Source, LLC (“Solution Source”) in full and final settlement of all claims that could be brought against Solution Source by the Staff on the basis of the facts set forth herein.

Solution Source admits the jurisdiction of the FMLA and the Arkansas Securities Commissioner (“Commissioner”), waives its right to a formal hearing and appeal, and without admitting or denying the findings of facts made herein or conclusions of law and in order to avoid a controversy proceeding with the Commissioner, consents to the entry of this order and agrees to abide by its terms.

FINDINGS OF FACT

1. Solution Source is a limited liability company located in Little Rock, Arkansas. According to the Arkansas Securities Department’s (“Department”) records, Solution Source has never filed an application to become licensed in any capacity under the FMLA.
2. The Staff is aware of at least fourteen separate Arkansas consumers who entered into an “Intervention Services Agreement” with Solution Source. A copy of an Intervention Services Agreement is attached as “Exhibit A”. The Intervention Services Agreement allowed Solution

Source to assist the Arkansas consumers with financial workout programs; one financial workout program offered by Solution Source was a modification of a mortgage loan secured by Arkansas real property.

3. In violation of Ark. Code Ann. § 23-29-503(a), Solution Source failed to obtain a mortgage broker license prior to soliciting loan modifications and negotiating mortgage loan modifications in Arkansas.

LEGAL AUTHORITY AND CONCLUSIONS OF LAW

4. Pursuant to Ark. Code Ann. § 23-39-502(15)(B) a mortgage broker is a person who for compensation or other gain or in the expectation of compensation or other gain solicits or offers to solicit, accepts or offers to accept, or negotiates the terms and conditions of a mortgage loan. Solution Source acted as a mortgage broker by soliciting and accepting loan modification agreements from fourteen Arkansas consumers of loans secured by real property in Arkansas without holding a mortgage broker license under the FMLA as detailed in ¶ 2.

5. Pursuant to Ark. Code Ann. § 23-39-503(a) it is unlawful for any person, other than an exempt person, to act or attempt to act as a mortgage broker without first obtaining a license under the FMLA. Solution Source negotiated or attempted to negotiate loan modifications for fourteen Arkansas consumers without holding a mortgage broker license under the FMLA as detailed in ¶ 2 in violation of Ark. Code Ann. § 23-39-503(a).

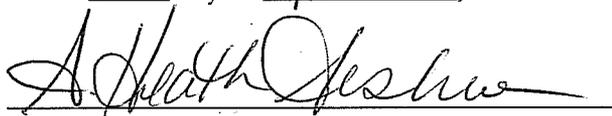
6. The acts of Solution Source as described above in ¶ 2 constitutes fourteen violations of Ark. Code Ann. § 23-39-503(a). In addition, said acts warrant the entry of an appropriate civil penalty against Respondent Solution Source, as authorized by Ark. Code Ann. § 23-39-514(b).

7. Pursuant to Ark. Code Ann. § 23-39-514(k) the FMLA permits the informal disposition of an allegation by consent order.

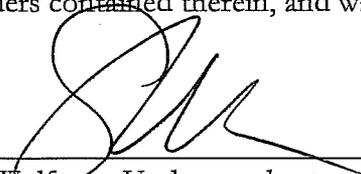
ORDER

By agreement and with the consent of the Staff and the authorized representative of Solution Source, it is hereby ordered that Solution Source pay a fine in the amount of \$1,000.00 within thirty days of the entry of this Consent Order. In addition, Solution Source agrees to obtain an Arkansas mortgage broker license prior to soliciting, accepting, or negotiating mortgage loans in Arkansas.

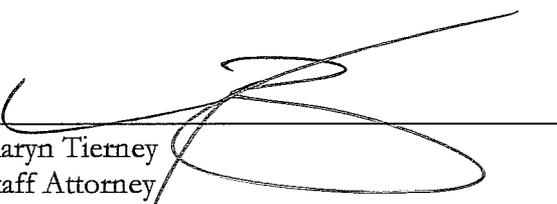
WITNESS MY HAND AND SEAL on this 13th day of September, 2010.


A. HEATH ABSHURE
Arkansas Securities Commissioner

I hereby agree to the entry of this Consent Order, and consent to all terms, conditions, and orders contained therein, and waive any right to an appeal from this order.


S. Wolfgang Underwood
Incorporator and Authorized Representative
Solution Source, LLC

Sept. 7, 2010
Date


Karyn Tierney
Staff Attorney

Sept 13, 2010
Date