

1 DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
2 DIVISION OF FINANCE AND CORPORATE SECURITIES
3 FINANCE SECTION
4 BEFORE THE DIRECTOR OF THE DEPARTMENT OF CONSUMER AND BUSINESS SERVICES

5 In the Matter of:

M-02-0064

6 METROPOLITAN FINANCIAL
7 GROUP INC. DBA METROPOLITAN
8 HOME LENDING AND JEFFERY A.
9 SCOTT,

ORDER TO CEASE AND DESIST
ORDER ASSESSING CIVIL PENALTIES

And
CONSENT TO ENTRY OF ORDER

Respondent.

10
11 The Director of the Department of Consumer and Business Services for the
12 State of Oregon (hereinafter "the Director") acting by the authority of the Oregon
13 Mortgage Lender Law, Chapter 59 of the Oregon Revised Statutes (hereinafter cited as
14 "the Oregon Mortgage Lender Law"), hereby issues the following Findings of Fact,
15 Conclusions of Law, Order and Notice of Right to a Public Hearing:

16 FINDINGS OF FACT

17 The Director FINDS that:

18 1. Metropolitan Financial Group Inc. dba Metropolitan Home Lending (hereinafter
19 "Respondent"), incorporated in Washington on August 20, 1996 engages in residential
20 mortgage transactions in Oregon or on Oregon real property in expectation of
21 compensation. Respondent has been continuously licensed to engage in Oregon
22 residential mortgage transactions since March 10, 2000.

23 2. Jeffery A. Scott is the sole owner of Respondent.

24 3. On July 31, 2002, the State of Idaho, Department of Finance, Consumer
25 Finance Bureau (hereinafter "Idaho CFB") initiated a Complaint for Revocation of
26 Mortgage Broker License (hereinafter "the Idaho complaint") in State of Idaho,

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350 Winter Street NE, Suite 410
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1 Department of Finance, Consumer Finance Bureau vs. Metropolitan Financial Group
2 Inc. dba Metropolitan Home Lending, docket number 2002-8-29 (hereinafter "the Idaho
3 case").

4 4. On August 2, 2002, Mina Gibbs signed for the certified mail service by the
5 Idaho CFB of the Idaho complaint mailed to 6300 Southcenter Blvd. #209 at Tukwila,
6 WA 98168.

7 5. On November 7, 2002, the Director first learned of the Idaho proceedings
8 when the Director received from the State of Idaho, Department of Finance, Consumer
9 Finance Bureau a copy of an Agreement and Order in the Idaho case resolving the
10 revocation proceedings.

11 6. Respondent entered into an agreement with the Idaho CFB resolving the
12 Idaho complaint. The agreement was memorialized in the Agreement and Order in the
13 same case and signed by Jeffery Scott on behalf of Respondent on October 28, 2002
14 and by Mary Hughes on behalf of the Idaho CFB on October 31, 2002 and Gavin M.
15 Gee on behalf of the Idaho CFB on November 1, 2002.

16 7. As of November 8, 2002, Respondent had not provided notice to the Director
17 of the initiation of license revocation proceedings regarding Respondent's mortgage
18 lending license in Idaho.

19 8. Respondent has ceased to conduct business.

20 9. Respondent and the Director are entering into this consent order to settle this
21 matter.

22 CONCLUSIONS OF LAW

23 The Director **CONCLUDES** that:

24 1. Respondent violated OAR 441-860-0070(1)(b) by failing to provide notice within
25 30 days of the institution of license revocation procedures against the licensee by any
26 state.

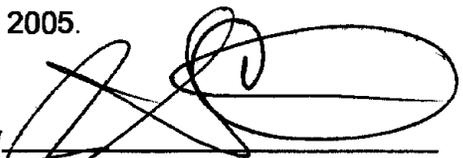
1 **CORPORATE CONSENT TO ENTRY OF ORDER**

2 I, Jeffery A. Scott, state that I am an officer of Metropolitan Financial Group Inc.
3 dba Metropolitan Home Lending, and I am authorized to act on its behalf; that I have
4 read the foregoing Order and that I know and fully understand the contents hereof; that I
5 and this entity have been advised of the right to a hearing and of the right to be
6 represented by counsel in this matter; that Metropolitan Financial Group Inc. dba
7 Metropolitan Home Lending voluntarily and without any force or duress, consents to the
8 entry of this Order, expressly waiving any right to a hearing in this matter; that
9 Metropolitan Financial Group Inc. dba Metropolitan Home Lending understands that the
10 Director reserves the right to take further actions to enforce this Order or to take
11 appropriate action upon discovery of other violations of the Oregon Securities Law; and
12 that Metropolitan Financial Group Inc. dba Metropolitan Home Lending will fully comply
13 with the terms and conditions stated herein.

14 Metropolitan Financial Group Inc. dba Metropolitan Home Lending further
15 assures the Director that neither Metropolitan Financial Group Inc. dba Metropolitan
16 Home Lending nor its officers, directors, employees or agents will effect securities
17 transactions in Oregon unless such activities are in full compliance with Chapter 59 of
18 the Oregon Mortgage Lender Law.

19 Metropolitan Financial Group Inc. dba Metropolitan Home Lending understands
20 that this Consent Order is a public document.

21 Dated this 25 day of MAY, 2005.

22
23 By 
(Signature of officer)
24 President + CEO
25 (Office Held)

26 III

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387

1 **CORPORATE ACKNOWLEDGMENT**

2 There appeared before me this 25th day of MAY, 2005, Jeffery A. Scott, who
3 was first duly sworn on oath, and stated that he was and is PRESIDENT of
4 Metropolitan Financial Group Inc. dba Metropolitan Home Lending and that he is
5 authorized and empowered to sign this Consent to Entry of Order on behalf of
6 Metropolitan Financial Group Inc. dba Metropolitan Home Lending, and to bind
7 Metropolitan Financial Group Inc. dba Metropolitan Home Lending to the terms hereof.



[Signature]
(Individual)

MICHAEL C. OHASHI
(Printed Name of Notary Public)
Notary Public
for the State of: WASHINGTON
My commission expires: 4/29/09

**CORY STREISINGER, DIRECTOR
DEPARTMENT OF CONSUMER & BUSINESS
SERVICES**

CONSENT TO ENTRY OF ORDER

I, Jeffery A. Scott, state that I have read the foregoing Order and that I know and fully understand the contents hereof; that I agree to accept responsibility for the acts of Metropolitan Financial Group Inc. dba Metropolitan Home Lending with respect to this order; that I agree to be responsible to pay the \$4,500 if I commit a violation of the Oregon Mortgage Lender Law within three years of the date of this Order; that I agree that this Order may be used as the basis for further action against me if I commit a violation of the Oregon Mortgage Lender Law within three years of the date of this

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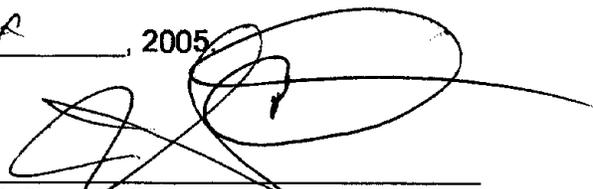
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1 Order; that I have been advised of my right to a hearing, and that I have been
2 represented by counsel in this matter; that I voluntarily consent to the entry of this Order
3 without any force or duress, expressly waiving any right to a hearing in this matter; that I
4 understand that the Director reserves the right to take further actions against me to
5 enforce this Order or to take appropriate action upon discovery of other violations of the
6 Oregon Securities Law by me; and that I will fully comply with the terms and conditions
7 stated herein.

8 I further assure the Director that I will not engage in the activities of a
9 broker-dealer, investment adviser, or mortgage broker, or act as a salesperson for any
10 of these unless such activities are in full compliance with Chapter 59 of the Oregon
11 Revised Statutes.

12 I understand that this Consent Order is a public document.

13 Dated this 25 day of MAY, 2005.

14 
15 _____
16 Jeffrey A. Scott

17
18 SUBSCRIBED AND SWORN to before me this 25TH day of MAY,
19 2005.

20 
21 MICHAEL C. OHASHI

22 (Printed Name of Notary Public)
23 Notary Public
24 for the State of: WASHINGTON
25 My commission expires: 4/29/09

