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**STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCE AND CORPORATE SECURITIES**

In the Matter of:

Legal Modification Firm L.C.

Respondent.

DM-11-0030

**Final Order to Cease and Desist,
Final Order Assessing Civil Penalties
Entered by Default**

On August 1, 2012, the Director of the Department of Consumer and Business Services for the State of Oregon (“Director”) acting pursuant to the authority contained in Oregon Revised Statutes (“ORS”) 86A.100 *et. seq.* and Oregon Administrative Rules (“OAR”) 441-850-0005 through 441-885-0010 (collectively “Oregon Mortgage Lender Laws and Rules”) and ORS 697.602 to 697.842 and OAR 441-910-0000 through 441-910-0120 (collectively “Oregon Debt Management Service Provider Laws and Rules”), issued Administrative Order No. DM-11-0030 Order to Cease and Desist, Proposed Order Assessing Civil Penalties and Notice of Right to a Hearing (“Notice Order”) against Legal Modification Firm L.C. (“Legal Modification”).

On August 1, 2012, Christopher Persuad, the agent for service of process for Legal Modification, was properly served the Notice Order by certified U.S. Mail at 255 North D Street, Suite 213, San Bernadino, CA 92401. Respondent has not made a written demand for a hearing in this matter and the time to do so has expired.

NOW THEREFORE, after consideration of the file in this matter maintained by the Oregon Department of Consumer and Business Services, the Director hereby issues the

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 following Findings of Fact, Conclusions of Law, and Final Orders.

2 **FINDINGS OF FACT**

3 The Director finds that:

4 1. Based on a search of the California Secretary of State (“California SOS”) website
5 on July 24, 2012, Legal Modification is a domestic professional corporation (Entity No.
6 C3230176) first filed with the California SOS on September 14, 2009 and is currently
7 suspended.

8 2. Based on a search of the Oregon Secretary of State (“Oregon SOS”) Corporations
9 Division website on July 24, 2012, Legal Modification is not, as of the date of this search, and
10 has not previously been registered as a domestic or foreign entity with the Oregon SOS.

11 3. As of July 24, 2012, Legal Modification is not currently and has not previously
12 been licensed with the Oregon Division of Finance and Corporate Securities (“Division”) to
13 conduct business as a “mortgage broker”, as that term is defined in ORS 86A.100(5)(a)(C), in
14 Oregon.

15 4. As of July 24, 2012, Legal Modification is not currently and has not previously
16 been registered with the Division to provide “debt management services”, as that term is
17 defined in ORS 697.602(2)(c), in Oregon.

18 5. On or about December 16, 2009, Legal Modification entered into an agreement with
19 Oregon consumer MF (“MF Agreement”) whereby Legal Modification, in exchange for an
20 advance fee of \$2,799, agreed to provide MF loan modification services on a mortgage loan
21 on residential real property located in Oregon.

22 6. On or about January 4, 2010 and pursuant to the MF Agreement, MF paid an
23 advance fee of \$2,799 to Legal Modification by way of Cashier’s Check No. 1026902573 for
24 \$1,499 and other monetary instruments.

25 **CONCLUSIONS OF LAW**

26 The Director concludes that:



1 Oregon Debt Management Service Providers Law and Rules.

2 15. Pursuant to these provisions, the Director hereby orders that Legal Modification
3 pay a \$10,000 civil penalty to the State of Oregon as follows:

- 4 a. \$5,000 violations of ORS 86A.103(1) and ORS 697.612(1)(a); and
- 5 b. \$5,000 for one violation of ORS 697.692(1).

6 16. The entry of this order in no way further limits remedies that may be available to
7 the Director under Oregon Law.

8 Dated this 24th day of August, 2012.

9
10 PATRICK M. ALLEN, Director
Department of Consumer and Business Services

11 /s/ David Tatman
12 David C. Tatman, Administrator
13 Division of Finance and Corporate Securities

14 **NOTICE:** You are entitled to judicial review of this Order. Judicial review may be obtained
15 by filing a petition with the Court of Appeals in Salem, Oregon within 60 days from the
16 service of this Order. Judicial review is pursuant to the provisions of ORS 183.482 to the
17 Oregon Court of Appeals.

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