

Terms Completed

ORDER SUMMARY – Case Number: C-18-2470

Name(s): Grasman Montgomery Enterprises, Inc.
Lisa K. Grasman

Order Number: C-18-2470-18-CO01

Effective Date: January 16, 2019

License Number: N/A
Or NMLS Identifier [U/L]

License Effect:

Not Apply Until: N/A

Not Eligible Until: N/A

Prohibition/Ban Until: N/A

Investigation Costs	\$ 1,000		Paid <input checked="" type="checkbox"/> Y <input type="checkbox"/> N	Date
Fine	\$	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Assessment(s)	\$	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Restitution	\$	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Financial Literacy and Education	\$	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Cost of Prosecution	\$	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
No. of Victims:				

Comments:

1 **STATE OF WASHINGTON**
2 **DEPARTMENT OF FINANCIAL INSTITUTIONS**
3 **DIVISION OF CONSUMER SERVICES**

4 IN THE MATTER OF DETERMINING
Whether there has been a violation of the
Consumer Loan Act of Washington by:

No.: C-18-2470-18-CO01

CONSENT ORDER

5 GRASMAN MONTGOMERY ENTERPRISES,
INC. and LISA K. GRASMAN,

6
7 Respondents.

8 COMES NOW the Director of the Department of Financial Institutions (Director), through
9 her designee Charles E. Clark, Division Director, Division of Consumer Services, and Grasman
10 Montgomery Enterprises, Inc. and Lisa K. Grasman (collectively “Respondents”), and finding that
11 the issues raised in the above-captioned matter may be economically and efficiently settled, agree to
12 the entry of this Consent Order. This Consent Order is entered pursuant to Revised Code of
13 Washington (RCW) 31.04, the Consumer Loan Act (Act),¹ and RCW 34.05.060 of the
14 Administrative Procedure Act, based on the following:

15 **FINDINGS OF FACT**

16 **1.1** Respondent Lisa K. Grasman is the president of Respondent Grasman Montgomery
17 Enterprises, Inc.

18 **1.2** Neither Respondent has ever obtained any license in accordance with the Act from the
19 Department.

20 **1.3** In 2014, Respondents made, originated, and retained the right to service at least one loan
21 secured by a lien on a borrower’s primary dwelling located in the state of Washington.
22

23 _____
¹ The Act was amended effective June 7, 2018. All citations to the Act herein are to the version effective prior to that
date.

1 **CONCLUSIONS OF LAW**

2 **2.1** Based on the above Findings of Fact, Respondent Grasman Montgomery Enterprises, Inc.
3 violated RCW 31.04.035 by engaging in the business of a consumer loan company in the state of
4 Washington without first obtaining and maintaining a license in accordance with the Act or meeting
5 an exclusion from the Act under RCW 31.04.025.

6 **2.2** Based on the above Findings of Fact, Respondent Lisa K. Grasman violated RCW 31.04.221
7 by engaging in the business of a mortgage loan originator in the state of Washington without first
8 obtaining and maintaining a license in accordance with the Act or meeting an exclusion from the Act
9 under RCW 31.04.224.

10 **AGREEMENT AND ORDER**

11 The Department and Respondents have agreed upon a basis for resolution of the Findings of
12 Fact and Conclusions of Law identified in this Consent Order. Pursuant to RCW 31.04.093(7) and
13 RCW 34.05.060, Respondents and the Department agree to entry of this Consent Order and further
14 agree that the matters alleged herein may be economically and efficiently settled by the entry of this
15 Consent Order. Respondents hereby admit the Findings of Fact and Conclusions of Law identified in
16 this Consent Order.

17 Based upon the foregoing:

18 **A. Jurisdiction.** It is AGREED that the Department has jurisdiction over the subject matter of the
19 activities discussed herein.

20 **B. Waiver of Hearing.** It is AGREED that Respondents hereby waive any right they have to a
21 hearing and any and all administrative and judicial review of the issues raised in this matter or the
22 resolution reached herein.

23 **C. Consumer Loan License Required.** It is AGREED that Respondents understand that in

1 order to make and originate loans to Washington State residents, Respondents must obtain a
2 consumer loan license in accordance with the Act or qualify for an exemption from licensing as
3 delineated in the Act. It is further AGREED that Respondents provided the Department with
4 assurance that Respondents would not accept any new applications for loans until such time as
5 Respondent Grasman Montgomery Enterprises, Inc. obtains a license in accordance with the Act.

6 **D. Mortgage Loan Originator License Required.** It is AGREED that Respondents understand
7 that in order to originate loans in Washington State, Respondent Lisa K. Grasman must obtain a
8 mortgage loan originator license in accordance with the Act or qualify for an exemption from
9 licensing as delineated in the Act. It is further AGREED that Respondent Lisa K. Grasman will not
10 take any loan application, offer or negotiate terms of a loan, or hold out that she is able to perform
11 such services until such time as she obtains a mortgage loan originator license in accordance with the
12 Act.

13 **E. Investigation Fee.** It is AGREED that Respondents shall pay an investigation fee to the
14 Department in the amount of \$1,000 in the form of a cashier's check made payable to the
15 "Washington State Treasurer" upon entry of this Consent Order.

16 **F. Records Retention.** It is AGREED that Respondents, their officers, employees, and agents
17 shall maintain records in compliance with the Act and provide the Director with the location of the
18 books, records and other information relating to Respondents' consumer loan business conducted
19 prior to licensure, and the name, address and telephone number of the individual responsible for
20 maintenance of such records in compliance with the Act.

21 **G. Non-Compliance with Order.** It is AGREED that Respondents understand that failure to
22 abide by the terms and conditions of this Consent Order may result in further legal action by the
23 Director. In the event of such legal action, Respondents may be responsible to reimburse the Director

1 for the cost incurred in pursuing such action, including but not limited to, attorney fees.

2 **H. Voluntarily Entered.** It is AGREED that Respondents have voluntarily entered into this
3 Consent Order, which is effective when signed by the Director’s designee.

4 **I. Completely Read, Understood, and Agreed.** It is AGREED that Respondents have read this
5 Consent Order in its entirety and fully understand and agree to all of the same.

6 **J. Authority to Execute Order.** It is AGREED that the undersigned authorized representative
7 has represented and warranted that she has the full power and right to execute this Consent Order on
8 behalf of Respondents.

9 **RESPONDENTS:**

10 **Grasman Montgomery Enterprises, Inc., by:**

11
12 /s/
13 Lisa K. Grasman, Owner

1/7/19
Date

14 **Lisa K. Grasman:**

15
16 /s/
17 Lisa K. Grasman, Individually

1/7/19
Date

18 **DO NOT WRITE BELOW THIS LINE**

19
20 THIS ORDER ENTERED THIS 16th DAY OF January, 2019.

21
22 /s/
23 CHARLES E. CLARK
24 Director
Division of Consumer Services Department
of Financial Institutions

1 Presented by:

2

/s/_____

3 DREW STILLMAN
4 Financial Legal Examiner

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5 Approved by:

5

6 /s/_____

7 STEVEN C. SHERMAN
8 Enforcement Chief

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