

(B) As part of the mortgage loan transaction brokered by Respondent Veterans Mortgage Services, LLC arranged for by Scott Anderson for Leonard Starkey in February 2002, Mr. Starkey was provided with payout distribution funds at settlement of \$25,893.00. Immediately upon the distribution of funds, Mr. Leonard Starkey on February 20, 2002 wrote a personal check for \$25,893.00 to Veterans Mortgage Co. and

provided it to Scott Anderson. Mr. Starkey understood the money would be invested on his behalf. Mr. Starkey's check for \$25,893.00 was deposited by Scott Anderson into an account at National City Bank established by Susan R. Anderson for Veterans Mortgage Services. Monies from this account were used both for business expenses of Respondent Veterans Mortgage Services, LLC and for personal expenses of both Scott and Susan R. Anderson.

(C) Neither, Scott Anderson nor Respondent Veterans Mortgage Services, LLC hold or have held any license to provide investment services. The money provided by Mr. Starkey has since been dissipated from the account at National City Bank and no investment of the \$25,893.00 of behalf of Mr. Starkey was ever set aside or established. In response to his inquiries and request for the return of his money from Veterans Mortgage Services, LLC, Mr. Starkey was informed that his money was in a mutual fund and that it would take time for the account to be closed and the money returned. In truth and fact the money had not been placed in any mutual fund but had been spent to the benefit of Respondent Veterans Mortgage Services, LLC and Scott and Susan R. Anderson. These acts constitute improper, fraudulent, or dishonest dealings, in violation of R.C. 1322.07(C).

WHEREAS, Veterans Mortgage Services, LLC failed to respond and request a hearing in writing to the Division within thirty (30) days of its receipt of the above-referenced Notice of Opportunity for a Hearing in this matter as required by the notice provided pursuant to R.C. Chapter 119.

NOW THEREFORE, the Division adopts the facts set forth in the allegations as true, and finds and holds that the acts set forth therein constitute improper, fraudulent, or dishonest dealings, in violation of R.C. 1322.07(C).

It is hereby ORDERED and DECREED that:

- A. Veterans Mortgage Services, LLC engaged in improper, fraudulent, and dishonest dealings in violation of R.C. 1322.07(C).
- B. Veterans Mortgage Services, LLC's mortgage broker certificate of registration, MB 3484 be and is hereby revoked, which revocation is immediate and effective upon execution by the Superintendent of the Division of Financial Institutions, and on such date it will become a final order.

IT IS SO ORDERED

The signature has been removed for security purposes

F. Scott O'Donnell
Superintendent of Financial Institutions

3/4/03

Date