



ARIZONA MORTGAGE BROKER AMENDMENT CHECKLISTS

INSTRUCTIONS

1. You can only make amendments to your license if your license status is in an “APPROVED” or “APPROVED – DEFICIENT” or “APPROVED – INACTIVE” status. Please contact AzDFI Licensing Division with any questions.
2. **AMENDMENTS:** All amendments must be reported to AzDFI in a timely manner, penalties may be assessed for not complying.
3. **NOTE:** If the company structure changes (for example: your Tax Identification Number changes and/or you change from a Sole Proprietor to an LLC or to a Corporation, etc.), a new MU1 and a new license application must be completed. The current company would need to be closed/terminated on NMLS and your license would need to be surrendered.
4. **UPDATE MU1 AND/OR MU2:** Each amendment included on this Amendment Checklists form requires you to also update your MU1 and/or MU2. ***IMPORTANT NOTE: CHANGES IN CONTROL MUST HAVE PRIOR APPROVAL FROM AZDFI BEFORE THE CHANGE CAN BE COMPLETED.***
5. [Branch Manager Amendment Checklist](#) – Click to go to checklist.
6. [Duplicate License Request Checklist](#) – Click to go to checklist.
7. [Name Amendment Checklist](#) – Click to go to checklist.
8. [Address Amendment Checklist](#) – Click to go to checklist.
9. [Responsible Individual \(“RI”\) Amendment Checklist](#) – Click to go to checklist.
10. [Officer, Director and/or Member Amendment Checklist](#) – Click to go to checklist.
11. [Ownership/Control Amendment Checklist](#) – Click to go to checklist.
12. [Change the License Status from Inactive to Active](#) – Click to go to checklist.
13. [Conversion of a Mortgage Banker License to a Mortgage Broker License Checklist](#) – Click to go to checklist.
14. [Conversion of a Mortgage Broker License to a Commercial Mortgage Broker License Checklist](#) – Click to go to checklist.
15. All fees that are collected through NMLS ARE NOT REFUNDABLE.
16. AzDFI will review the Amendment request and all required documents and then communicate with the licensee through NMLS if there are any deficiencies.
17. A new license will only be issued when there is a change in the address, change in the licensee’s name or change in the Responsible Individual. **NOTE:** A change in the Responsible Individual will only require the issuance of a new main license. An address change will only require the issuance of a new license for the licensed location affected by the new address. A new license will be issued for all licensed locations when there is a change to the name of the licensed entity.
18. Jurisdiction-specific requirements, as identified on the checklist(s) below, must be uploaded into NMLS or emailed to AzDFI within 5 business days of the electronic submission of your Amendment request through the NMLS.

You may submit documents to AzDFI electronically using AzDFI's encrypted message service.

[AzDFI Encrypted Message Service Instructions](#)
[AzDFI Encrypted Message Service](#)

WHO TO CONTACT – For questions regarding Arizona requirements and/or guidelines, contact the licensing Division of the Arizona Department of Financial Institutions (“AzDFI”) by phone at (602) 771-2800 or send your questions via e-mail to licensing@azdfi.gov.

THE APPLICANT/LICENSEE IS FULLY RESPONSIBLE FOR ALL OF ARIZONA STATE REQUIREMENTS OF THE LICENSE FOR WHICH THEY ARE APPLYING/AMENDING. THE JURISDICTION SPECIFIC REQUIREMENTS CONTAINED HEREIN ARE FOR GUIDANCE ONLY TO FACILITATE YOUR APPLICATION/AMENDMENT THROUGH NMLS. AzDFI HAS A LINK TO THE ARIZONA STATUTES AND RULES ON ITS WEBSITE AT www.azdfi.gov. SHOULD YOU HAVE QUESTIONS, PLEASE CONSULT LEGAL COUNSEL.

BRANCH MANAGER AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on CHANGING A BRANCH MANAGER</u>		Requirements for a Person Intended to Oversee a Branch Office: A person designated to oversee the operations of a branch office shall be knowledgeable about the branch activities of the licensee, supervise compliance by the branch with applicable law and rules, and have sufficient authority to ensure such compliance. One person may oversee more than one branch.

DUPLICATE LICENSE REQUEST CHECKLIST

NMLS Entity ID #: _____

AZ Main License #: _____

Entity Full Legal Name: _____

AZ License Name (including any DBA): _____

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
		<p><u>INFORMATION on REQUESTING A DUPLICATE LICENSE</u></p> <p>Beginning October 1, 2010, AzDFI began to issue licenses electronically. Therefore, you will no longer be issued a paper license from AzDFI for any licensed location. Each licensee is still responsible to print and prominently post the license for each licensed location.</p>
		<p>Arizona Revised Statutes Section 6-126(A)(26) states "The following nonrefundable fees are payable to the department with the filing of the following applications: To issue a duplicate or replace a lost enterprise's license, one hundred dollars."</p>
<input type="checkbox"/>		<p>List the Arizona license number and/or Arizona branch license number(s) that you are requesting a duplicate license be issued: _____</p> <p>_____</p> <p>_____</p>
		<p>The duplicate license will be emailed to the primary email address on record with AzDFI.</p>
N/A		<p>Submit this checklist to AzDFI via email. You will be invoiced through NMLS for the \$100.00 fee.</p> <p>You may submit documents to AzDFI electronically using AzDFI's encrypted message service.</p> <p><u>AzDFI Encrypted Message Service Instructions</u> <u>AzDFI Encrypted Message Service</u></p>
INDIVIDUAL TO CONTACT REGARDING THIS AMENDMENT REQUEST		<p>Name: _____ Title: _____</p> <p>Phone number & extension: _____</p> <p>Email: _____</p>
AUTHORIZED SIGNOR		<p>_____</p> <p>Signature Print Name & Title</p>

NAME AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on REQUESTING A NAME AMENDMENT</u>		<p>If the company structure changes (for example: your Tax Identification Number changes and/or you change from a Sole Proprietor to an LLC or to a Corporation, etc.), a new MU1 and a new license application must be completed. The current licensed company would need to be closed/terminated on NMLS and your license would need to be surrendered.</p> <p>NOTE: You may not transact business in Arizona under the amended name until AzDFI has approved and issued a license in the amended name.</p>
N/A	<input type="checkbox"/>	<p>BOND: You will need to upload into NMLS or email to AzDFI a new bond with the new name or a bond rider reflecting the amended name. Arizona Surety Bond Form</p>
N/A	<input type="checkbox"/>	<p>CORPORATION: If the entity is a Corporation; then you will need to upload into NMLS or email to AzDFI a copy of the approved amended articles of incorporation.</p>
N/A	<input type="checkbox"/>	<p>FOREIGN CORPORATION: If the entity is a foreign corporation; then you will need to upload into NMLS or email to AzDFI a copy of the approved Arizona foreign authorization.</p>
N/A	<input type="checkbox"/>	<p>DBA: If amending a DBA or Trade Name, then you will need to upload into NMLS or email to AzDFI a copy of the Trade Name certificate from the Arizona Secretary of State with the amended DBA or Trade Name.</p>
N/A		<p>NAME AMENDMENT FEE: \$250.00 for each licensed location that is amending its address. This fee will be collected through NMLS, either when the change is submitted or invoiced separately after the change is submitted.</p>
		<p>You may submit documents to AzDFI electronically using AzDFI's encrypted message service.</p> <p>AzDFI Encrypted Message Service Instructions AzDFI Encrypted Message Service</p>

ADDRESS AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on REQUESTING AN ADDRESS AMENDMENT</u>		<p>Arizona Administrative Code R20-4-916: If the address of the principal place of business or of any branch office is changed, the licensee shall notify the Superintendent of the change within five business days after the occurrence of the change of location. Together with such notice, the licensee shall provide to the Department the license for the office changing addresses together with the fee required by A.R.S. § 6-126 for changing the address of an office. A copy of such license shall continue to be displayed at the place of business until a new license is issued.</p>
INSTRUCTIONS		You will need to update/amend the address in NMLS for the branch that you are changing.
N/A	<input type="checkbox"/>	<p>COMMERCIAL LOCATION: If the location is a commercial office location, then email to AzDFI a copy of the lease agreement. If there is a sublease, then include a copy of both the sublease agreement and the original lease agreement with this amendment checklist.</p>
N/A		<p>ADDRESS AMENDMENT FEE: \$50.00 for each licensed location that is amending its address. This fee will be collected through NMLS, either when the change is submitted or invoiced separately after the change is submitted.</p>
		<p style="color: red;">You may submit documents to AzDFI electronically using AzDFI's encrypted message service.</p> <p><u style="color: blue;">AzDFI Encrypted Message Service Instructions</u> <u style="color: blue;">AzDFI Encrypted Message Service</u></p>

Arizona Revised Statutes Sections 6-903(R) and 6-944(A) state, in pertinent part, that a license is “**not transferable or assignable**”.

Engaging in any of the activities listed below, commonly referred to as “net branching,” can result in AzDFI taking regulatory enforcement action up to and including license revocation and the imposition of a civil money penalty of not more than **five thousand dollars (\$5,000.00)** for each violation for each day. THIS IS NOT AN EXHAUSTIVE LIST.

- **DON'T** transfer or assign your mortgage broker or Broker license to “branch managers” or “owners.”
- **DON'T** require branch managers to pay for branch start up costs, including, but not limited to, the cost of branch office licenses, bank account deposits, background checks, accounting fees, HUD license fees, security deposits, training, payroll fees, and loan software fees.
- **DON'T** require branch managers to sign agreements to pay monthly fees for using your license.
- **DON'T** fail to assume responsibility and liability for branch office leases that are rightfully your responsibility. You or your designated officers should sign rent and equipment leases, not branch managers.
- **DON'T** fail to assume the responsibility and liability for branch office equipment leases that are rightfully your responsibility. Branch managers should not sign these leases.
- **DON'T** fail to assume the responsibility and liability for utilities, office supplies and equipment, appraisals, alarm equipment, and any other bills incurred by branches. Bills, utilities, and invoices should be in licensee’s name.
- **DON'T** inform the Better Business Bureau that your branches are independent.
- **DON'T** fail to account for all branch income and expenses on tax returns and on

financial statements.

- **DON'T** fail to maintain physical access to your branches at all times.
- **DON'T** fail to maintain control over the payment of your branch expenses.
- **DON'T** fail to maintain a uniform settlement service fee structure among all of your branch offices. Borrowers should be able to pay the same fees at any office. You should not allow branch managers to set their own fee structure.
- **DON'T** pay W-2 income to companies owned by branch managers in an attempt to evade taxes.
- **DON'T** fail to employ practices and procedures consistent with all HUD guidelines.
- **DON'T** fail to maintain control over branch bank accounts or allow branch managers to write payroll checks and reimburse themselves for expenses.

For more information, please access www.hudclips.org and click on "Access HUD Letters and Notices from past years" to read, among other things, Mortgagee Letter 00-15, which addresses "Prohibited Branch Arrangements."

RESPONSIBLE INDIVIDUAL (RI) AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>PURSUANT TO ARIZONA STATUTE, FAILURE TO COMPLY WITH ARIZONA RI REQUIREMENTS SHALL RESULT IN THE EXPIRATION OF YOUR LICENSE.</u>		
<u>INFORMATION on REQUESTING AN RI AMENDMENT</u>		<p>A licensee shall notify AzDFI that its RI will cease to be in active management of the activities of the licensee within ten days of learning that fact. The licensee shall have 90 days to replace the RI with a qualified person AND notify AzDFI of the qualified replacement. THE NEW RI MUST MEET ALL ARIZONA REQUIREMENTS TO BE A QUALIFIED REPLACEMENT. The license will expire if the licensee fails to replace AND notify AzDFI of a qualified replacement within 90 days of the date AzDFI received notification that the RI will no longer be in active management.</p> <p>Licensee should review new qualified RI MU2 employment to be knowledgeable about any other mortgage entities the new RI may be concurrently employed with. An RI may be an RI for more than one licensee.</p> <p>A change in the RI must be reported on the Form MU1. The RI will be listed in NMLS as the Qualified Individual for Arizona.</p>
N/A		<p>EMPLOYMENT/EXPERIENCE VERIFICATION: Upload into NMLS or email to AzDFI letters from current and/or past employers verifying job experience and period of time of employment. Employment verifications must be on the employer's letterhead. Verification must provide job description and must include dates of employment (MM/DD/YYYY).</p> <p>Upload in NMLS under the Document Type <u>Verification of Experience</u> in the <i>Document Uploads</i> section of the Individual Form (MU2).</p> <p>Note: W2's, resumes, personal references or education is not proof of job experience.</p> <p>This document should be named <i>[Document Type] – License Name</i>.</p>
<u>NOTE:</u>		<p>BACKGROUND INVESTIGATION: A licensee shall not employ any person unless the licensee conducts a reasonable investigation of the background, honesty, truthfulness, integrity and competency of the employee before hiring.</p> <p>"Reasonable investigation of the background," as that term is used in A.R.S. §§ 6-903, 6-943, or 6-976 means a licensee, at a minimum:</p> <ul style="list-style-type: none"> Collects and reviews all the documents authorized by the Immigration Reform and Control Act of 1986, 8 U.S.C. 1324a; Obtains a completed Employment Eligibility Verification (Form I-9); Obtains a completed and signed employment application; Obtains a signed statement attesting to all of an applicant's felony convictions, including detailed information regarding each conviction; Consults with the applicant's most recent or next most recent employer, if any; Inquiries regarding the applicant's qualifications and competence for the position; If for a loan officer, loan originator, loan processor, branch manager, supervisor, or similar position, obtains a current credit report from a credit reporting agency; and Investigates further if any information received in the above inquiries raises questions as to the applicant's honesty, truthfulness, integrity, or competence. An inquiry is sufficient after two attempts to contact a person, including at least one written inquiry.
N/A	<input type="checkbox"/>	<p>DISCLOSURE QUESTIONS. The new qualified RI will need to upload into NMLS or email to AzDFI complete written details of all events or proceedings for any "Yes" answer to any of the MU2 disclosure questions.</p>
N/A		<p>RI AMENDMENT FEE: The \$250.00 for amending the RI will be invoiced through NMLS.</p>

IT IS THE LICENSEE'S RESPONSIBILITY TO REPLACE AND NOTIFY AZDFI OF A QUALIFIED RI.

The RI must:

- Be a resident of this state and shall be in active management of the activities of the licensee in this state during the entire period of designation as the RI on the license.
- A W2 employee of the company (an employee **does not include** an independent contractor).
- Be a person of stability as indicated by their credit report and employment history.
- Have not less than three years' experience as a mortgage broker, or equivalent lending experience in a related business during the five years immediately preceding the time of becoming the new qualified RI.
- Have satisfactorily completed a course of study approved by the superintendent during the three years immediately preceding the time of application.
- Have passed a mortgage broker's test, pursuant to section 6-908.
- ***The examination and course of study requirements shall be waived by the superintendent for any person applying for a license who, within the six months immediately prior to the submission of the application, has been a licensee or a responsible person pursuant to Title 6, Chapter 9.***

"Active management" means directing a licensee's activities by a responsible individual, who: Is knowledgeable about the licensee's Arizona activities; Supervises compliance with: The laws enforced by the Department of Financial Institutions as they relate to the licensee, and Other applicable laws and rules; and Has sufficient authority to ensure compliance.

"Resident of this state" means a natural person domiciled in Arizona.

"Responsible individual" or "responsible person" as those terms are used in A.R.S. §§ 6-903, 6-943, 6-973, and 6-976, means a resident of this state who: Lives in Arizona during the entire period of designation as the responsible individual on a license; Is in active management of a licensee's affairs; Meets the qualifications listed in A.R.S. §§ 6-903, 6-943, or 6-973; and Is an officer, director, member, partner, employee, or trustee of a licensed entity.

Equivalent and Related Experience

A. An applicant may satisfy the three years' experience requirement of A.R.S. § 6-903 by the types of lending-related experience listed in this subsection. The Department counts each month in the following types of work experience toward the three years required for a mortgage broker license, under A.R.S. § 6-903(B), or as a responsible individual, under A.R.S. § 6-903(E). The Department counts a fractional month of experience, at least 15 days long, as a full month.

1. Mortgage broker with an Arizona license, responsible individual, or branch manager for a licensee;
2. Mortgage banker with an Arizona license, responsible individual, or branch manager for a licensee;
3. Loan officer with responsibility primarily for loans secured by lien interests on real property;
4. Lender's branch manager with responsibility primarily for loans secured by lien interests on real property;
5. Mortgage broker with license from another state, or responsible individual for a mortgage broker licensed in another state;
6. Mortgage banker with license from another state, or responsible individual for a mortgage banker licensed in another state;
7. Attorney certified by any state as a real estate specialist.

B. An applicant with insufficient actual experience of the types listed in subsection (A) may satisfy the remainder of the three years' experience requirement of A.R.S. § 6-903 by the types of related experience listed in this subsection. The Department counts each month in the following types of work experience according to the ratio listed below, of actual experience to equivalent experience, credited towards qualifying for a license, under A.R.S. § 6-903(B), or as a responsible individual, under A.R.S. § 6-903(E). The

RI QUALIFICATIONS

	<p>Department counts a fractional month of experience, at least 15 days long, as a full month. An applicant receives credit in only one area listed and for not more than three years' actual experience. The remaining years of experience required to qualify for a license shall be obtained from types of work experiences listed in subsection (A).</p> <ol style="list-style-type: none"> 1. Attorney without state bar certified real estate specialty...3:2 2. Paralegal with experience in real estate matters...3:2 3. Loan underwriter ...3:2 4. Mortgage broker or mortgage banker from another state without license...3:2 5. Real estate broker with an Arizona license or license from a state with substantially equivalent licensing requirements...3:2 6 Escrow officer ...3:2 7. Trust officer with a title company...3:2 8. Executive, supervisor, or policy maker involved in administering or operating a mortgage-related business...3:1.5 9. Title officer with a title company...3:1.5 10. Real estate broker, not qualified under subsection (B)(5)...3:1.5 11. Loan processor with responsibility primarily for loans secured by lien interests on real property...3:1.5 12. Lender's branch manager with responsibility primarily for loans not secured by lien interests on real property...3:1.5 13. Real property salesperson with an Arizona license or a license from a state with substantially equivalent licensing requirements...3:1 14. Loan officer, with responsibility primarily for loans not secured by lien interests on real property...3:1
	<p>You may submit documents to AzDFI electronically using AzDFI's encrypted message service.</p> <p><u>AzDFI Encrypted Message Service Instructions</u> <u>AzDFI Encrypted Message Service</u></p>

OFFICER, DIRECTOR AND/OR MEMBER AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<p><u>INFORMATION on REQUESTING AN OFFICER, DIRECTOR AND/OR MEMBER AMENDMENT</u></p>		<p>Amendments to the Officers (CEO, CFO, Treasurer, President, Vice President, etc.), Directors or Members must be documented on the MU1, Schedule C, and any new Officer, Director or Member must complete an MU2.</p> <p>Use this Amendment Checklist only for those Officers, Directors or Members who have no direct or indirect ownership interest in the licensee. If any new Officer, Director or Member has a direct or indirect ownership interest in the licensee, you will need to complete the Ownership/Control Amendment Checklist.</p> <p>It is sufficient cause for the denial, suspension or revocation of a license if an Officer, Director or Member, while acting in the course of the mortgage Broker business has acted or failed to act in the same manner as would be cause for suspending or revoking a license as an individual.</p>
N/A	<input type="checkbox"/>	<p>AMENDED ARTICLES OF INCORPORATION OR ORGANIZATION: If applicable, upload into NMLS or email to AzDFI a copy reflecting the addition or removal of any Officer, Director or Member.</p>
<p><u>NOTE:</u></p>		<p>BACKGROUND INVESTIGATION: A licensee shall not employ any person unless the licensee conducts a reasonable investigation of the background, honesty, truthfulness, integrity and competency of the employee before hiring.</p> <p>"Reasonable investigation of the background," as that term is used in A.R.S. §§ 6-903, 6-943, or 6-976 means a licensee, at a minimum:</p> <ul style="list-style-type: none"> Collects and reviews all the documents authorized by the Immigration Reform and Control Act of 1986, 8 U.S.C. 1324a; Obtains a completed Employment Eligibility Verification (Form I-9); Obtains a completed and signed employment application; Obtains a signed statement attesting to all of an applicant's felony convictions, including detailed information regarding each conviction; Consults with the applicant's most recent or next most recent employer, if any; Inquiries regarding the applicant's qualifications and competence for the position; If for a loan officer, loan originator, loan processor, branch manager, supervisor, or similar position, obtains a current credit report from a credit reporting agency; and Investigates further if any information received in the above inquiries raises questions as to the applicant's honesty, truthfulness, integrity, or competence. An inquiry is sufficient after two attempts to contact a person, including at least one written inquiry.

OWNERSHIP/CONTROL AMENDMENT CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on REQUESTING AN OWNERSHIP/CONTROL AMENDMENT</u>		<p>Amendments to the direct or indirect owners must be documented on the MU1, Schedule C. Any individual direct or indirect owner must complete an MU2.</p> <p>Use this Amendment Checklist only for those direct or indirect owners of a licensee.</p> <p>It is sufficient cause for the denial, suspension or revocation of a license if a partner, trustee while acting in the course of the mortgage Broker business, or any person entitled to vote more than 20% of the outstanding voting shares has acted or failed to act in the same manner as would be cause for suspending or revoking a license as an individual.</p> <p><u>NOTE: A person may not acquire control of a licensee through a stock purchase or other device without the prior written consent of the Superintendent. Control means the power to vote more than 20% of outstanding voting shares.</u></p>
		<p style="text-align: center;">N/A</p> <p style="text-align: center;"><input type="checkbox"/></p> <p>PURCHASE AGREEMENT: Upload into NMLS or email to AzDFI a copy of the purchase agreement, if applicable.</p>
		<p style="text-align: center;">N/A</p> <p style="text-align: center;"><input type="checkbox"/></p> <p>STOCK CERTIFICATES & STOCK LEDGER: Upload into NMLS or email to AzDFI a copy of the stock certificates and stock ledger, if applicable.</p>
		<p style="text-align: center;">N/A</p> <p style="text-align: center;"><input type="checkbox"/></p> <p>ARTICLES OF INCORPORATION OR ORGANIZATION: Upload into NMLS or email to AzDFI a copy of the Amended Articles of Incorporation or Organization, or a copy of the new Articles of Incorporation or Organization, if applicable.</p>
		<p style="text-align: center;">N/A</p> <p style="text-align: center;"><input type="checkbox"/></p> <p>FINANCIAL STATEMENT: If the new owner is other than a sole proprietor, then that entity will need to upload into NMLS a financial statement. If the new owner is an individual and will be in control of the licensee, then they will need to upload into NMLS or email to AzDFI a personal financial statement. AzDFI Personal Financial Statement Upload in NMLS: under the Document Type <u>Personal Financial Statement</u> in the <i>Document Uploads</i> section of the Individual Form (MU2). This document should be named <i>[State Abbreviation] – Personal Financial Statement</i>.</p>
<u>NOTE:</u>		<p>BACKGROUND INVESTIGATION: A licensee shall not employ any person unless the licensee conducts a reasonable investigation of the background, honesty, truthfulness, integrity and competency of the employee before hiring.</p> <p>"Reasonable investigation of the background," as that term is used in A.R.S. §§ 6-903, 6-943, or 6-976 means a licensee, at a minimum: Collects and reviews all the documents authorized by the Immigration Reform and Control Act of 1986, 8 U.S.C. 1324a; Obtains a completed Employment Eligibility Verification (Form I-9); Obtains a completed and signed employment application; Obtains a signed statement attesting to all of an applicant's felony convictions, including detailed information regarding each conviction; Consults with the applicant's most recent or next most recent employer, if any; Inquiries regarding the applicant's qualifications and competence for the position; If for a loan officer, loan originator, loan processor, branch manager, supervisor, or similar position, obtains a current credit report from a credit reporting agency; and Investigates further if any information received in the above inquiries raises questions as to the applicant's honesty, truthfulness, integrity, or competence. An inquiry is sufficient after two attempts to contact a person, including at least one written inquiry.</p>

N/A	<input type="checkbox"/>	DISCLOSURE QUESTIONS. Each new owner shall upload into NMLS or email to AzDFI complete written details of all events or proceedings for any "Yes" answer to any of the MU2 disclosure questions.
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CHANGE THE LICENSE STATUS FROM INACTIVE TO ACTIVE CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM															
		<p><u>INFORMATION on CHANGING AN INACTIVE LICENSE TO ACTIVE</u></p> <p>An inactive licensee may return to active status notwithstanding the requirements of section 6-903, subsections C and D by making a written request to the superintendent for reactivation and paying the prorated portion of the annual assessment that would have been charged to the licensee. The licensee shall also provide the superintendent with proof that the licensee meets all of the other requirements for acting as a mortgage broker or a commercial mortgage broker, including required bond coverage or the deposit of a cash alternative.</p>															
		<p><u>WHAT TO DO TO CHANGE YOUR LICENSE STATUS</u></p> <p>You will need to email AzDFI with your intent to change your license status.</p>															
N/A	<input type="checkbox"/>	<p>BOND: You will need to upload into NMLS or email to AzDFI a new bond with the applicable coverage required by statute.</p> <p>Arizona Surety Bond Form</p>															
N/A		<p>REACTIVATION FEE: You will be invoiced through NMLS for the applicable fee.</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">License Reactivation Date:</th> <th style="text-align: left;">Fee to Reactivate: License:</th> <th style="text-align: left;">Fee to Reactivate EACH Branch License:</th> </tr> </thead> <tbody> <tr> <td>January 1 through March 31:</td> <td>\$250.00</td> <td>\$200.00</td> </tr> <tr> <td>April 1 through June 30:</td> <td>\$187.50</td> <td>\$150.00</td> </tr> <tr> <td>July 1 through September 30:</td> <td>\$125.00</td> <td>\$100.00</td> </tr> <tr> <td>October 1 through December 31:</td> <td>\$ 62.50</td> <td>\$ 50.00</td> </tr> </tbody> </table>	License Reactivation Date:	Fee to Reactivate: License:	Fee to Reactivate EACH Branch License:	January 1 through March 31:	\$250.00	\$200.00	April 1 through June 30:	\$187.50	\$150.00	July 1 through September 30:	\$125.00	\$100.00	October 1 through December 31:	\$ 62.50	\$ 50.00
License Reactivation Date:	Fee to Reactivate: License:	Fee to Reactivate EACH Branch License:															
January 1 through March 31:	\$250.00	\$200.00															
April 1 through June 30:	\$187.50	\$150.00															
July 1 through September 30:	\$125.00	\$100.00															
October 1 through December 31:	\$ 62.50	\$ 50.00															

CONVERSION OF A MORTGAGE BANKER LICENSE TO A MORTGAGE BROKER LICENSE CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on CONVERSION</u>		The request to convert from a mortgage banker to a mortgage broker may only occur at the time of renewal. A licensee <u>may not</u> convert if they funded more than 151 loans in the immediately preceding calendar year (January 1 through December 31). When you are converting your license, no other changes/amendments to your license may take place until the conversion process has been completed.
<u>WHAT TO DO TO CONVERT YOUR LICENSE</u>		You must email AzDFI for a conversion license number in order to request a mortgage broker license for Arizona through NMLS and pay any applicable NMLS processing fees for the main office and any branches that are being requested.
N/A		NETWORTH: You will need to upload current unaudited financials onto NMLS (Balance Sheet and Income Statement) for the mortgage broker license being requested.
N/A		RI CONTINUING EDUCATION: You must email to AzDFI copies of the certificates documenting that your RI has completed 12 hours of continuing education since January 1 of the year you are submitting this request for conversion.
N/A	<input type="checkbox"/>	BOND: If you do not place your converted mortgage broker license on an Inactive status, you must upload into NMLS or email to AzDFI a current mortgage broker bond. See the New Application checklist on NMLS for the bond: Arizona Surety Bond Form
N/A		CONVERSION FEE: You will be invoiced in NMLS for the applicable renewal fee for a mortgage broker license and any applicable branches. There will be a \$100.00 NMLS processing fee for each main license converted along with a \$20.00 NMLS processing fee for each branch license converted which are collected through NMLS at the time you request your mortgage broker license and applicable branch license(s).

CONVERSION OF A MORTGAGE BROKER LICENSE TO A COMMERCIAL MORTGAGE BROKER LICENSE CHECKLIST

COMPLETED /ATTACHED	NOT APPLICABLE	ITEM
<u>INFORMATION on CONVERSION</u>		The request to convert from a mortgage broker to a commercial mortgage broker may only occur at the time of renewal. When you are converting your license, no other changes/amendments to your license may take place until the conversion process has been completed.
<u>WHAT TO DO TO CONVERT YOUR LICENSE</u>		You must email AzDFI for a conversion license number in order to request a mortgage broker license for Arizona through NMLS and pay any applicable NMLS processing fees for the main office and any branches that are being requested.
N/A		<p>NETWORTH: You will need to upload into NMLS for the new commercial mortgage broker license the following:</p> <p>(a) A balance sheet prepared within the immediately preceding six months and certified by the licensee. The superintendent may require a more recent balance sheet.</p> <p>(b) A statement of operations and retained earnings and a statement of changes in financial position.</p> <p>(c) Notes to the financial statement, if applicable.</p> <p>If your own resources are derived exclusively from correspondent contracts with institutional investors, then you will need to upload onto NMLS for the new commercial mortgage broker license a current financial statement or that of its parent company prepared according to generally accepted accounting principles, including:</p> <ol style="list-style-type: none"> 1. A balance sheet prepared within the immediately preceding six months and certified by the licensee. The superintendent may require a more recent balance sheet. 2. A statement of operations and retained earnings and a statement of changes in financial position. 3. Notes to the financial statement if applicable.
NOTE:		RI CONTINUING EDUCATION: There is no continuing education required for the RI of a commercial mortgage broker.
N/A	<input type="checkbox"/>	BOND: If you do not place your converted commercial mortgage broker license on an Inactive status, you must upload into NMLS or email to AzDFI a current commercial mortgage broker bond. See the New Application checklist on NMLS for the bond: Arizona Surety Bond Form
N/A		CONVERSION FEE: You will be invoiced in NMLS for the applicable renewal fee for a commercial mortgage broker license and any applicable branches. There will be a \$100.00 NMLS processing fee for each main license converted along with a \$20.00 NMLS processing fee for each branch license converted which are collected through NMLS at the time you request your commercial mortgage broker license and applicable branch license(s).