



AZ Collection Agency License New Application Checklist (Company)

CHECKLIST SECTIONS

- [General Information](#)
- [License Fees](#)
- [Requirements Completed in NMLS](#)
- [Requirements/Documents Uploaded in NMLS](#)
- [Requirements Submitted Outside of NMLS](#)

GENERAL INFORMATION

Note from AZ-DFI: We ask that you provide the necessary information needed to make our decision within 10 days of the date we notify you of any deficiencies. This is to ensure the application can be processed and to avoid any undue delay. Untimely submissions may result in your application being considered withdrawn. If the application is withdrawn, the applicant will have the ability to reapply and the application fee will be waived.

Who Is Required to Have This License?

- (a) All persons engaged directly or indirectly in soliciting claims for collection or in collection of claims owed, due or asserted to be owed or due.
- (b) Any person who, in the process of collecting debts occurring in the operation of his own business, uses any name other than his own which would indicate that a third person is collecting or attempting to collect such debts.

Arizona Revised Statutes Title 32, Chapter 9 – Collection Agencies

Activities Authorized Under This License

This license authorizes the following activities...

- Active debt buying (undertakes direct collections on accounts)
- First party debt collection
- Judgement Recovery
- Passive debt buying (does not undertake direct collections on accounts)
- Third party debt collection

Pre-Requisites for License Applications

- None

Arizona Department of Financial Institutions (AZ-DFI) does not issue paper licenses for this license type.

Document Uploads Guidance

Documents that must be uploaded to the *Document Uploads* section of the Company Form (MU1) in NMLS are indicated in the checklist below. When uploading documents:

- Follow the guidance in [Document Upload Descriptions and Examples](#).
- Only upload documents relevant to the company application.
- Only upload documents where there is a selectable document category. If inappropriate documents are uploaded that should not be, you will be contacted by your regulator and asked to remove them from NMLS.
- Do not upload the same company documents multiple times. Generally, unless the document is state-specific, if the document has already been uploaded for another state, a new upload is not required unless changes have been made.
- If a document previously uploaded has been revised, delete the old document and replace it with the new document (history of the old document will remain in NMLS).
- For state-specific documents (e.g., Surety Bonds), be sure to indicate the applicable state.

Helpful Resources

- [Company Form \(MU1\) Filing Instructions](#)
- [Document Upload Descriptions and Examples](#)
- [Individual Form \(MU2\) Filing Quick Guide](#)
- [Financial Statements Quick Guide](#)
- [Payment Options Quick Guide](#)
- [License Status Definitions Quick Guide](#)

Agency Contact Information

Contact *Arizona Department of Financial Institutions* licensing staff by phone at (602) 771-2800 or send your questions via email to licensing@azdfi.gov for additional assistance.

THE APPLICANT/LICENSEE IS FULLY RESPONSIBLE FOR ALL OF THE REQUIREMENTS OF THE LICENSE FOR WHICH THEY ARE APPLYING. THE AGENCY SPECIFIC REQUIREMENTS CONTAINED HEREIN ARE FOR GUIDANCE ONLY TO FACILITATE APPLICATION THROUGH NMLS. SHOULD YOU HAVE QUESTIONS, PLEASE CONSULT LEGAL COUNSEL.

LICENSE FEES - Fees collected through NMLS are NOT REFUNDABLE OR TRANSFERABLE.

Complete	AZ Collection Agency License	Submitted via...										
<input type="checkbox"/>	<p>AZ Application Fee: \$1,500 NMLS Initial Processing Fee: \$0</p> <p>Note: The above fees apply to the cost for the initial license authority. See the Other Trade Name section below for more information.</p>	<p>NMLS (Filing submission)</p>										
<p>Note</p>	<p>AZ License/Registration Fee: Once your license application has been approved, you will receive an invoice through NMLS for your licensing fee.</p> <p>This fee MUST be paid through NMLS. Once DFI receives payment, your license will be issued within 72 hours.</p> <table border="1" data-bbox="253 764 938 1056"> <thead> <tr> <th data-bbox="253 764 610 821">If your license is issued in...</th> <th data-bbox="610 764 938 821">Your license fee will be...</th> </tr> </thead> <tbody> <tr> <td data-bbox="253 821 610 877">Feb/Mar/Apr</td> <td data-bbox="610 821 938 877">\$600.00</td> </tr> <tr> <td data-bbox="253 877 610 934">May/Jun/Jul</td> <td data-bbox="610 877 938 934">\$450.00</td> </tr> <tr> <td data-bbox="253 934 610 991">Aug/Sept/Oct</td> <td data-bbox="610 934 938 991">\$300.00</td> </tr> <tr> <td data-bbox="253 991 610 1056">Nov/Dec/Jan</td> <td data-bbox="610 991 938 1056">\$150.00</td> </tr> </tbody> </table> <p>Note: The above fees apply to the cost for the initial license authority. See the Other Trade Name section below for more information.</p>	If your license is issued in...	Your license fee will be...	Feb/Mar/Apr	\$600.00	May/Jun/Jul	\$450.00	Aug/Sept/Oct	\$300.00	Nov/Dec/Jan	\$150.00	<p>NMLS Agency Fee Invoice</p>
If your license is issued in...	Your license fee will be...											
Feb/Mar/Apr	\$600.00											
May/Jun/Jul	\$450.00											
Aug/Sept/Oct	\$300.00											
Nov/Dec/Jan	\$150.00											
<input type="checkbox"/>	<p>FBI Criminal Background Check for MU2 Individual: \$36.25 per person.</p>	<p>NMLS (Filing submission)</p>										

REQUIREMENTS COMPLETED IN NMLS		
Complete	AZ Collection Agency License	Submitted via...
<input type="checkbox"/>	<p>Submission of Company Form (MU1): Complete and submit the Company Form (MU1) in NMLS. This form serves as the application for the license/registration through NMLS.</p>	NMLS
<input type="checkbox"/>	<p>Financial Statements: Upload an Unaudited (not compiled/reviewed) financial statement prepared in accordance with Generally Accepted Accounting Principles dated within 90 days of your fiscal year end. Financial statements should include a balance sheet, income statement, and statement of cash flows and all relevant notes thereto. If applicant is a start-up company, only an initial statement of condition is required.</p> <p>The financial statement shall be sworn to by the applicant, if he is an individual or by a partner, director, manager or treasurer in its behalf if the applicant is a partnership, corporation or incorporated association.</p> <p>Note: Financial statements are uploaded separately under the Filing tab and <i>Financial Statement</i> submenu link. See the Financial Statements Quick Guide for instructions.</p>	NMLS
<input type="checkbox"/>	<p>Other Trade Name: If operating under a name that is different from the applicant’s legal name, that name “Trade Name” or “DBA” must be listed under the <i>Other Trade Names</i> section of the Company Form (MU1) and a separate license type (i.e. Arizona Collection Agency License – Other Trade Name #) is required.</p> <p>Arizona Collection Agencies are permitted to use only one other trade name for each license obtained. Therefore, please be advised that applicants must hold a Collection Agency License - Other Trade Name for each other trade name listed in the <i>Other Trade Names</i> section of the Company Form (MU1) that is being used to conduct business in Arizona.</p> <p>AZ-DFI does not allow more than seven (7) other trade names.</p> <p>R20-4-1519. Licensee Names and Control</p> <p>C. A collection agency shall not use a collection agency license to do business under more than one name. Each collection agency shall apply for and obtain a separate license for each business name it intends to use in Arizona.</p> <p><i>The following fees will be charged when applying for the Collection Agency License - Other Trade Name.</i></p> <ul style="list-style-type: none"> • Application Fee: \$1,500 • NMLS Initial Processing Fee: \$0 	NMLS

Complete	AZ Collection Agency License	Submitted via...
<input type="checkbox"/>	<p>Trade Name/Assumed Name Registration Certificates: If operating under an “Other Trade Name”, upload your Trade Name Certificate from the Arizona Secretary of State regarding ability to do business under that trade name.</p> <p>This document should be named <i>[State-License Type] Trade Name – Assumed Name</i>.</p>	<p>Upload in NMLS: under the Document Type <u>Trade Name/Assumed Name Registration Certificates</u> in the <i>Document Uploads</i> section of the Company Form (MU1).</p>
<input type="checkbox"/>	<p>Resident/Registered Agent: The Resident/Registered Agent must be listed under the <i>Resident/Registered Agent</i> section of the Company Form (MU1).</p>	<p>NMLS</p>
<input type="checkbox"/>	<p>Primary Contact Employees: The following individuals must be entered into the <i>Contact Employees</i> section of the Company Form (MU1).</p> <ol style="list-style-type: none"> Primary Company Contact. This is the person whom will be notified of any important information that affects your license. This includes renewal notification and to whom your license will be emailed to. Primary Consumer Complaint Contact. This is the person to whom AZ-DFI will send complaints to that have been filed with our agency. 	<p>NMLS</p>
Note	<p>Non-Primary Contact Employees: AZ-DFI does not require any non-primary contacts to be listed in the <i>Contact Employees</i> section of the Company Form (MU1).</p>	<p>N/A</p>
Note	<p>Bank Account: Bank account information is not required. The <i>Bank Account</i> section of the Company Form (MU1) can be left blank.</p>	<p>N/A</p>
<input type="checkbox"/>	<p>Disclosure Questions: Provide a complete and detailed explanation and document upload for each “Yes” response to Disclosure Questions made by the company or related control persons (MU2).</p> <p>See the Company Disclosure Explanations Quick Guide for instructions.</p>	<p>Upload in NMLS in the <i>Disclosure Explanations</i> section of the Company Form (MU1) or Individual Form (MU2).</p>
<input type="checkbox"/>	<p>Qualifying Individual: “Active Manager” means the person who is in active management of the conduct of the collection agency’s business, and who meets the qualifications listed in A.R.S. § 32-1023(A). This individual must be listed in the <i>Qualifying Individual</i> section of Company Form (MU1) for Arizona.</p>	<p>NMLS</p>
<input type="checkbox"/>	<p>Control Person (MU2) Attestation: Complete the Individual Form (MU2) in NMLS. This form must be attested to by the applicable control person before it is able to be submitted along with the Company Form (MU1).</p>	<p>NMLS</p>
Note	<p>Credit Report: Individuals in a position of control are NOT required to authorize a credit report through NMLS.</p>	<p>N/A</p>

Complete	AZ Collection Agency License	Submitted via...
<input type="checkbox"/>	<p>MU2 Individual FBI Criminal Background Check Requirements: The following Individuals, as specified below, on the Company Form (MU1) are required to authorize a FBI criminal background check (CBC) through NMLS.</p> <p><i>Direct Owners</i></p> <ul style="list-style-type: none"> Only those individuals who have the power to vote more than 20% of the outstanding voting shares and have not had a CBC done during the previous 12 months. <p><i>Qualifying Individuals</i></p> <ul style="list-style-type: none"> Those individuals who have not had a CBC done during the previous 12 months. <p>After authorizing a FBI criminal background check through the submission of the Company Form (MU1) and Individual Form (MU2), you must schedule an appointment to be fingerprinted if new prints are required.</p> <p>See the Criminal Background Check section of the NMLS Resource Center for more information.</p> <p>Note: If you are able to 'Use Existing Prints' to process the FBI criminal background check, you DO NOT have to schedule an appointment. NMLS will automatically submit the fingerprints on file.</p>	<p>NMLS</p>

REQUIREMENTS/DOCUMENTS UPLOADED IN NMLS												
Complete	AZ Collection Agency License	Submitted via...										
<input type="checkbox"/>	<p>Surety Bond: Submit company bond, see chart below for applicable bond amount, furnished by a surety company authorized to conduct business in Arizona. The name of the principal insured on the bond must match exactly the full legal name of applicant, including any Other Trade Names. Click here to access the Bond Form.</p> <p>This document should be named <i>[License Type] Surety Bond</i>.</p> <p>Surety Bond Requirements Table</p> <p>A bond, computed on a base consisting of the gross annual income of the licensee generated from all business transacted in this state by the licensee during the preceding year, in the minimum amount as follows:</p> <table border="1" data-bbox="253 1602 1200 1946"> <thead> <tr> <th data-bbox="253 1602 721 1671"><i>Amount</i></th> <th data-bbox="721 1602 1200 1671"><i>Bond Amount</i></th> </tr> </thead> <tbody> <tr> <td data-bbox="253 1671 721 1740">Not over \$250,000</td> <td data-bbox="721 1671 1200 1740">\$10,000</td> </tr> <tr> <td data-bbox="253 1740 721 1810">\$250,001 to \$500,000</td> <td data-bbox="721 1740 1200 1810">\$15,000</td> </tr> <tr> <td data-bbox="253 1810 721 1879">\$500,001 to \$750,000</td> <td data-bbox="721 1810 1200 1879">\$25,000</td> </tr> <tr> <td data-bbox="253 1879 721 1946">\$750,001 and over</td> <td data-bbox="721 1879 1200 1946">\$35,000</td> </tr> </tbody> </table>	<i>Amount</i>	<i>Bond Amount</i>	Not over \$250,000	\$10,000	\$250,001 to \$500,000	\$15,000	\$500,001 to \$750,000	\$25,000	\$750,001 and over	\$35,000	<p>Upload in NMLS: under Surety Bond in the <i>Document Uploads</i> section of the Company Form (MU1).</p>
<i>Amount</i>	<i>Bond Amount</i>											
Not over \$250,000	\$10,000											
\$250,001 to \$500,000	\$15,000											
\$500,001 to \$750,000	\$25,000											
\$750,001 and over	\$35,000											

INDIVIDUAL (MU2) DOCUMENTS UPLOADED IN NMLS
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No individual (MU2) documents are required to be uploaded into NMLS for this license/registration at this time.

REQUIREMENTS SUBMITTED OUTSIDE OF NMLS

Complete	AZ Collection Agency License	Submitted via...
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No items are required to be submitted outside of NMLS for this license/registration at this time.
