

BEFORE THE ADMINISTRATOR OF CONSUMER CREDIT
STATE OF OKLAHOMA



STATE OF OKLAHOMA *ex rel.*)
DEPARTMENT OF CONSUMER CREDIT,))
)
Petitioner)
)
v.)
)
LJAG GROUP INC, D/B/A)
LH MOTORS,)
)
Respondent)

Case No. 18-0127-DIS

CONSENT ORDER

Petitioner, State of Oklahoma *ex rel.* Department of Consumer Credit ("Petitioner") and Respondent, LJAG Group Inc, d/b/a LH Motors, ("Respondent") voluntarily enter into this Consent Order as an informal disposition of this individual proceeding to avoid litigation. Respondent agrees to waive its right to a hearing under the Oklahoma Administrative Procedures Act and both parties agree as follows:

(1) Petitioner restates and incorporates by reference the allegations made by Petitioner in the Notice of Hearing filed in this matter.

- a. Respondent is a domestic for profit business corporation under the State of Oklahoma, Oklahoma Secretary of State filing number 1912286300, active filing status.
- b. Respondent transacts business at 12843 E. 11th St., Tulsa, OK 74128.
- c. On March 16, 2018, Jimmie Ray and Michael Thompson, consumer credit investigators, entered Respondent's business premises and spoke to Monica Campos, office employee.
- d. The investigators asked Ms. Campos if Respondent offers financing to consumers for vehicles at their location. Ms. Campos advised Respondent offers in-house financing and indirect lending. Ms. Campos

advised Respondent utilizes Mid Atlantic Finance and United Acceptance as financing sources as well as in-house financing. Ms. Campos telephoned the owner, Lewis Heradia, to confirm the lenders utilized. Upon request, Ms. Campos showed the investigators retail installment contracts that showed customer signatures and financing terms. The investigators scanned a copy of the executed retail contract.

- e. Respondent has engaged or offered to engage in making consumer credit sales. The copy of the Retail Installment Sale Contract for J. Stark lists the purchase of a 2008 Volkswagen Jetta. The Seller is listed as LH Motors with the business address listed. The terms of the contract are 34 bi-weekly payments in the amount of \$175.00 with the first payment due on February 23, 2018. Total sales price of the vehicle is \$6,769.22. The interest rate is listed as 15.90%.
- f. Respondent is not a supervised financial organization or a person holding a license to make supervised loans issued under 14A O.S. § 3-501 *et seq.*
- g. As of September 4, 2018, Respondent is not licensed in the State of Oklahoma pursuant to the provisions of 14A O.S. §§ 6-201 through 6-203 of the UCCC. 14A O.S. § 6-203(2). Respondent previously held a Notification license (NOT84060); said license expired on January 31, 2011.
- h. Respondent did not file notification pursuant to the provisions of Section 6-202 of the UCCC, on or before January 31, 2018.
- i. Respondent has failed to pay the notification license filing fee of \$120.00 for each business location pursuant to OKLA. ADMIN. CODE § 160:5-1-2(2)(A).

(2) Respondent does not admit to the allegations made by Petitioner in the Notice of Hearing filed in this matter, and incorporated by reference in this Consent Order, except that Respondent admits the facts necessary to establish the Department's jurisdiction over Respondent and the subject matter of this action.

(3) Respondent will submit a notification license application and pay all applicable registration/application fees to the Department on or before October 26, 2018. In addition, Respondent agrees to pay a \$1,500.00 civil penalty payable in three (3) monthly installments of \$500.00 each, with first installment due on or before October 26, 2018, second installment due on or before November 26, 2018 and third installment due on or before December 26, 2018.

(4) The payments shall be made payable by check or money order to the Oklahoma Department of Consumer Credit, shall indicate the payment is for Case Number 18-0127-DIS and shall be addressed to the attention of John T. Coyne, Chief Enforcement Attorney, Department of Consumer Credit, 3613 N.W. 56th Street, Suite 240, Oklahoma City, Oklahoma 73112.

(5) A file stamped copy of this Consent Order will be returned to the Respondent upon signature of the Administrator of the Department of Consumer Credit or the Deputy Administrator of the Department Consumer Credit.

(6) If Respondent fails to comply with the terms of this Consent Order, the Administrator of the Department of Consumer Credit is authorized to file an application to enforce this Consent Order in the District Court of Oklahoma County, Oklahoma in accordance with the provisions of 14 O.S. § 6-113(4).



[Redacted signature]

Scott Lesner
Administrator
State of Oklahoma
Department of Consumer Credit

Dated: 10/25/18

[Redacted signature]

LJAG Group Inc, dba LH Motors

Dated: 10/25/18

VERIFICATION OF CONSENT ORDER, CASE NUMBER 18-0127-DIS

STATE OF OKLAHOMA)

COUNTY OF Tulsa)

Signed and sworn to (or affirmed) before me on Oct. 25,
2018, by Luis Heredia of LJAG Group Inc dba LH Motors.

[Redacted Signature]

LJAG Group Inc dba LH Motors

[Redacted Signature]

(Seal, if any)



Notary Public

My commission expires:

1-12-2019