

FILED

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DEPT. OF REAL ESTATE

By

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BEFORE THE DEPARTMENT OF REAL ESTATE
STATE OF CALIFORNIA

In the Matter of the Application of)	No. H-05728 SD
)	
)	<u>STATEMENT OF ISSUES</u>
ISABEL CRYSTAL MELENDEZ,)	
)	Mortgage Loan Originator
Respondent.)	License Endorsement
)	

The Complainant, Ruth Corral, a Supervising Special Investigator of the State of California, for cause of Statement of Issues against ISABEL CRYSTAL MELENDEZ ("Respondent"), is informed and alleges as follows:

1.

The Complainant, Ruth Corral, a Supervising Special Investigator of the State of California, makes this Statement of Issues against Respondent in her official capacity.

2.

All references to the "Code" are to the California Business and Professions Code, and all references to "Regulations" are to Title 10, Chapter 6, California Code of Regulations unless otherwise specified.

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1 RESPONDENT'S LICENSE HISTORY AND DISCIPLINE

2 3.

3 Respondent is presently licensed with a restricted real estate salesperson license
4 (license number 02129363). On or about March 4, 2022, Respondent was first licensed with
5 the Department of Real Estate with a restricted real estate salesperson license. Previously,
6 Respondent was not licensed with the Department of Real Estate in any capacity.

7 4.

8 On or about January 18, 2022, Respondent signed a Stipulation and Waiver
9 (case no. H-05272 SD) agreeing to a restricted real estate salesperson license. Therein,
10 Respondent acknowledged Respondent's 2017 criminal conviction described below and
11 Respondent's failure to reveal this 2017 criminal conviction in Respondent's real estate
12 salesperson application served as grounds to deny issuance of an unrestricted real estate
13 salesperson license to Respondent.

14 5.

15 On or about February 25, 2022, the Real Estate Commissioner agreed to the
16 Stipulation and Waiver. As a result, on or about April 4, 2022, a real estate salesperson license
17 was issued to Respondent.

18 6.

19 On or about March 4, 2022, a real estate salesperson license was issued to
20 Respondent. Respondent has been so licensed since then.

21
22 MLO LICENSE APPLICATION

23 7.

24 On or about October 4, 2022, Respondent made application to the Department
25 of Real Estate for an individual (MU4) mortgage loan originator license endorsement ("MLO
26 license endorsement").
27

1 CRIMINAL CONVICTION

2 8.

3 On or about October 30, 2017, in the Superior Court of California, County of
4 San Luis Obispo, case no. 18M-05627, Respondent was convicted of violating California Penal
5 Code section 273.5(a) (spousal abuse), a misdemeanor. Respondent was sentenced, in part, to
6 serve three (3) years of formal probation, complete a batterers treatment program, and complete
7 twenty (20) hours of community work service, and abstain from alcohol use.

8 9.

9 The facts alleged in Paragraphs 7 and 8, above, constitute cause for denial of
10 Respondent's application for an MLO license endorsement pursuant to California Business and
11 Professions Code section 10166.05(c) and Title 10, Chapter 6, California Code of Regulations
12 section 2758.3(a)(2).

13
14 FAILURE TO DISCLOSE

15 10.

16 Incorporated herein are Paragraphs 3 through 9, above.

17 11.

18 In response to Question K of Respondent's First Application, to wit: "Has any
19 State or federal regulatory agency or foreign financial regulatory authority or self-regulatory
20 organization (SRO)" ever: . . . (6) denied or suspended your registration or license or
21 application for licensure, disciplined you, or otherwise by order, prevented you from
22 associating with a financial services-related business or restricted your activities? . . . (9)
23 entered an order concerning you in connection with any license or registration?" Respondent
24 answered, "No," to both K(6) and K(9), and failed to reveal license discipline described in
25 Paragraphs 4 through 6, above.

26 ///

12.

The facts alleged in Paragraphs 3 through 6, above, constitute cause for denial of Respondent's application for an MLO license endorsement pursuant to California Business and Professions Code sections 10166.05(c) and 10166.051(b).

13.

WHEREFORE, Complainant prays that a hearing be conducted on the allegations of this Statement of Issues, and that upon proof thereof, a decision be rendered that the Commissioner refuse to authorize the issuance of, and deny the issuance of, an MLO license endorsement to Respondent ISABEL CRYSTAL MELENDEZ, and for such other and further relief as may be proper under the provisions of law.

Dated at Sacramento, California: March 27, 2023.


Ruth Corral
Supervising Special Investigator

cc: ISABEL CRYSTAL MELENDEZ
Netlisting, Inc.
Ruth Corral
Sacto.