

STATE OF ALASKA
DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT
DIVISION OF BANKING AND SECURITIES

In the matter of:)
Yapstone Holdings, Inc. f/k/a Yapstone, Inc.)
and)
YapStone, Inc.)
d/b/a RentPayment)
d/b/a VacationRentPayment)
d/b/a DuesPayment)
d/b/a StorageRentPayment)
d/b/a ParishPay)
Respondents.)

ORDER NO: 17-217-C

**ORDER
ASSESSING CIVIL PENALTIES
AND
CONSENT TO ORDER**

The Director of the Department of Commerce, Community, and Economic Development, Division of Banking and Securities (“Department”), has conducted an investigation into the business activities of YapStone, Inc. and its parent company, Yapstone Holdings, Inc. (collectively “Respondents”) and has determined that Respondents violated certain provisions of AS 06.55 *et seq.* (“Alaska Uniform Money Services Act”).

Respondents agree that the Department has jurisdiction over Respondents and these matters pursuant to the Alaska Uniform Money Services Act.

Respondents wish to resolve and settle this matter with the Department. As evidenced by the authorized signature on this Order, Respondents consent to the entry of this Order to assess civil penalties based on the Conclusions of Law and Order. Respondents waive their right to a hearing.

I. FACTS

1. Respondents are corporations organized under the laws of the State of Delaware, file

1 no. 6016895 and no. 3127211, and jointly maintain a principal place of business at 2121
2 North California Boulevard, Walnut Creek, California, 94566. Registered Agent Solutions,
3 Inc. is Respondents' registered agent.

4 2. Respondents facilitate electronic money transmissions from consumers to the
5 consumers' creditors through the following websites: www.yapstone.com;
6 www.rentpayment.com; <http://vacationrentpayment.com>; <http://storagerentpayment.com>;
7 <http://duespayment.com>; <http://innpayment.com>; and <http://parishpay.com>.

8 3. Respondents have no physical location in Alaska and have never held a money
9 transmitter license in Alaska.

10 4. On April 15, 2016, Yapstone Holdings, Inc., formerly known as Yapstone, Inc.,
11 changed its name and ceased doing business in Alaska.

12 5. YapStone, Inc., a wholly-owned subsidiary of Yapstone Holdings, Inc. submitted an
13 application for a money transmission license on January 5, 2017.

14 6. In its application, YapStone, Inc., admitted to engaging in money transmission in
15 Alaska without a money transmitter license. Upon request by the Department, Yapstone, Inc.
16 provided individual transaction activity for it and for Yapstone Holdings, Inc. from January
17 2010 until March 2018.

18 7. From January 2010 to June 2016, Yapstone Holdings, Inc. conducted a total of
19 55,883 transactions, which totaled \$39,322,397. Yapstone Holdings, Inc. received fees totaling
20 \$341,304 from those transactions.

21 8. From May 2016 to March 2018, YapStone, Inc. conducted a total of 71,608
22 transactions, which totaled \$35,340,827. YapStone, Inc. received fees totaling \$385,973 from
23 those transactions.

24 9. Respondents have no record of complaints made by Alaska consumers.

1 10. Respondents have cooperated with the Department in its investigation into this
2 matter.

3 **II. CONCLUSIONS OF LAW**

4 1. From 2010 to 2018, Respondents engaged in “money transmission” in Alaska as
5 defined in AS 06.55.990(15) by receiving money or monetary value for money.

6 2. From 2010 to 2018, Respondents violated AS 06.55.101(a) by engaging in money
7 transmission activity in Alaska without a money transmission license.

8 3. Pursuant to AS 06.55.605, Respondents are subject to a civil penalty because they
9 violated AS 06.55.101(a). The Department may assess a civil penalty against a person who
10 commits this violation in an amount not to exceed \$1,000 each day for each day the violation
11 is outstanding.

12 4. Pursuant to AS 06.55.407(b), this Order is a public document because the Department
13 has determined that the release of information is reasonably necessary for the protection of
14 the public and in the interests of justice.

15 **III. ORDER**

16 Pursuant to AS 06.55.604, it is hereby ORDERED:

17 1. Respondents shall pay a civil penalty in the amount of seventy-five thousand dollars
18 (\$75,000.00), plus six hundred dollars (\$600.00) to reimburse the Department for the costs of
19 its investigation, for a total amount of seventy-five thousand, six hundred dollars
20 (\$75,600.00).

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2. This Order is a publicly disclosable document.

IT IS SO ORDERED.

Mike Navarre, Commissioner
Department of Commerce, Community,
and Economic Development

August 31, 2018
Date

/s/ Patrice Walsh
Patrice Walsh, Acting Director
Division of Banking and Securities

Consent to Entry of Order

1
2 David Weiss, President, as authorized representative of YapStone, Inc. and Yapstone
3 Holdings, Inc. (“Respondents”), acknowledges that he has read the foregoing Order and that
4 he knows and fully understands the Order contents; that Respondents have been represented
5 by counsel in this matter; that Respondents acknowledge violation of the Alaska Uniform
6 Money Services Act; that Respondents voluntarily and without any force or duress, consent
7 to the entry of this Order, expressly waiving their right to a hearing in this matter; that
8 Respondents understand that the Department reserves the right to take further actions to
9 enforce this Order or to take appropriate action upon discovery of other violations of the
10 Alaska Uniform Money Services Act, and that Respondents will fully comply with the terms
11 and conditions stated herein.

12 Respondents further assure the Department that Respondents and its officers,
13 employees and agents will only effect money transmissions in Alaska in full compliance with
14 the terms of this Order and the Alaska Uniform Money Services Act.

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Respondents acknowledge that this Order is a publicly disclosable document.

8/23/18

/s/ David Weiss

Date

David Weiss, President for YapStone, Inc.
and Yapstone Holdings, Inc.

SUBSCRIBED AND SWORN TO before me this 23rd day of August, 2018 at

Contra Costa County, CA.

/s/ Amanda Nelson

Notary Public in and for California

Amanda Nelson

Notary Printed Name

My commission expires: July 11, 2022

Contact Person:
Yvonne Little
Investigator
(907) 269-4584