

STATE OF ILLINOIS
DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DIVISION OF BANKING

IN THE MATTER OF:)
)
) No. 2007-MBR-69
REGIONAL MORTGAGE PROGRAMS, INC.)
Attention: Joseph Kilduff)
1370 Plainfield Pike)
Cranston, RI 02920)

ORDER ASSESSING FINE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the "Department"), having conducted a review of activities conducted by Regional Mortgage Programs, Inc. (the "Licensee") and having documented violations of the Residential Mortgage License Act of 1987 (the "Act") [205 ILCS 635] and the rules promulgated under the Act (the "Rules") [38 Ill. Adm. Code 1050], hereby issues this ORDER pursuant to the authority provided under Section 4-5 (h)(5) of the Act. The Department makes the following:

FINDINGS

1. That Regional Mortgage Programs, Inc. is an Illinois residential mortgage licensee holding license number MB.6759658 (the "License") and located at 1370 Plainfield Pike, Cranston, Rhode Island 02920;
2. That on or around April 12, 2007, Licensee applied to the Department to surrender the License and submitted its plan for withdrawal from activities under the License, including, but not limited to, its loan logs, provision for continuation of bond coverage until the Department approved the surrender application, and other required materials to the Department to comply with the Act and the Department's license surrender guidelines;
3. That the Department's review of the Licensee's loan logs revealed that Licensee employed an unregistered loan originator, Joseph Kilduff, to take two hundred sixty-nine (269) residential mortgage loan applications (the "loan applications") on Illinois real estate commencing on or around May 9, 2005 and continuing through June 12, 2006, and only thereafter did Licensee employ a registered loan originator to perform loan originator activities; and

4. That the Department received notice on May 30, 2007 from Licensee's insurance company that the Licensee's surety bond would be cancelled effective June 29, 2007 because it was no longer needed, and that the Department mailed a letter to Licensee on May 31, 2007 advising that the Licensee must maintain current bonds if they are planning on surrendering their license until the process is complete. Further that said letter provided a process for supplying the current surety bond to the Department's designated coordinator for surety bonds and said coordinator has not received a current bond or any response to said letter from Licensee.

CONCLUSIONS

BASED UPON THE ABOVE FINDINGS, THE DEPARTMENT IS OF THE OPINION AND CONCLUDES:

That notwithstanding notices and other efforts by the Department, Licensee knowingly hired or employed a loan originator who was not properly registered with the Department in violation of Sections 2-4(x) and 7-1 of the Act and Section 1050.2110 et seq. of the Rules and failed to maintain surety bond coverage in violation of Section 3-1 of the Act and Section 1050.490 of the Rules, and said activities being in further violation of Section 4-5(i)(11) and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED:

1. That Regional Mortgage Programs, Inc., License No. MB.6759658, shall be and hereby is assessed a fine of \$25,000 for committing the violations cited herein;
2. The fine in the amount of \$25,000 shall be due thirty (30) days after the effective date of this Order upon Regional Mortgage Programs, Inc., and
3. The fine in the amount of \$25,000 shall be paid by means of a certified check or money order made payable to the:

**Department of Financial and Professional Regulation
Division of Banking
ATTN: FISCAL DIVISION, 2ND FLOOR
320 W. Washington Street
Springfield, IL 62786**

4. That Regional Mortgage Programs, Inc. shall not be approved for surrender of the License until this order and all other items of compliance under the Act and Rules are satisfied in the Department's determination.

ORDERED THIS 14th DAY OF AUGUST, 2007

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DEAN MARTINEZ, SECRETARY

DIVISION OF BANKING
JORGE A. SOLIS, DIRECTOR

REYNOLD M. BENJAMIN
Assistant Director, Bureau of Residential Finance

You are hereby notified that this Order is an administrative decision. Pursuant to 205 ILCS 635/4-12 and 38 Ill. Adm. Code, 1050.1510 *et seq.* any party may file a request for a hearing on an administrative decision. The request for a hearing shall be filed within 10 days after the receipt of an administrative decision and, if so requested, a hearing shall be held on the administrative decision, by the Department of Financial and Professional Regulation, Division of Banking. Absent a request for a hearing, this Order shall constitute a final administrative Order subject to the Administrative Review Law [735 ILCS 5/3-101 *et seq.*].

State of Illinois {
 { ss:
County of Cook {

The undersigned, being duly sworn on oath, states that on August 15, 2007, I mailed with sufficient postage affixed, a copy of the foregoing **ORDER ASSESSING FINE** by regular and certified mail, return receipt requested at 122 S. Michigan Avenue, Suite 2000, Chicago, Illinois 60603, to the address of Respondent registered with IDFPD Division of Banking listed below:

AFFIANT

Subscribed and sworn to before me,
this _____ day of _____, 2007

NOTARY PUBLIC

REGIONAL MORTGAGE PROGRAMS, INC.
ATTN: Joseph Kilduff
1370 Plainfield Pike
Cranston, RI 02920

SERIAL #7006 0810 0005 9275 4284