

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

IN THE MATTER OF:)
)
) No. 2009-MBR-21
FIRST MORTGAGE CORP. OF CHICAGO)
License No. MB.0001030)
Attention: Pat Pataramekin)
3124 W. Irving Park)
Chicago, IL 60618)

ORDER REVOKING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the “Department”), having examined First Mortgage Corporation of Chicago, (the “Licensee”) and 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) (1) of the Act. The Department makes the following:

FINDINGS

1. That First Mortgage Corporation of Chicago is an Illinois residential mortgage licensee holding license number MB.0001030 (the “License”) and located at 3124 West Irving Park Road, Chicago, Illinois, 60618;
2. That on November 24, 2008, the Department conducted an examination of Licensee for the exam period 7/31/2006 to 8/31/2008 and the examiner found several violations by the Licensee of the Act and Rules as subsequently cited in the Report of Examination (the “ROE”) as follows:
 - a. Net Worth Requirement – Licensee failed to submit its Financial Statements for the fiscal year ended June 30, 2007 and June 30, 2008 and verify compliance with net worth requirement (violation of Section 3-5 of the Act and Section 1050.410 of the Rules);
 - b. Late Audit Reports – Licensee failed to submit financial statements within 90 days after the end of the Licensee’s fiscal year (violation of Section 1050.430 of the Rules);
 - c. Annual Audit – Licensee failed to submit its financial statements for the fiscal year ended June 30, 2007 and June 30, 2008 (violation of Section 3-2 of the Act);

- d. Averments of Licensee – Licensee failed to provide its Federal and State tax returns for fiscal years 2006 and 2007 for examination review (violation of Section 2-4(h) of the Act);
 - e. Maintenance of Records. Loan Log – Licensee failed to provide a loan log in conformity with the Rules by excluding the following information: property seller names, loan originator’s full name and registration number, loan processor name and registration number, and appraisal name and license number (violation of Section 1050.1175(a) of the Rules);
 - f. Maintenance of Records. Loan File Retention – Licensee failed to maintain documents from the lenders, as cited in the ROE and necessary to verify that the borrowers received the terms they were offered at the time of the application (violation of Section 1050.1175(b) of the Rules);
 - g. Rate Lock-In and Borrower Information Document – Licensee failed to maintain rate lock confirmation by the lenders in any of the loan files reviewed by the Department for the ROE. Licensee failed to update agency citation for borrower in Borrower Information Document (violation of Section 1050.1140 of the Rules and the Regulatory Bulletin JS9311 of 1993 through Section 6-1 of the Act);
3. That on December 16, 2008, the Department’s Examination Section mailed the ROE, along with the invoice for the \$1,020 examination fee, to the Licensee with U.S. first class postage with a due date of 10 days for the Licensee to submit its written response to the examination findings back to the Department; and
 4. That the Licensee failed to submit a response by the due date and that the Examination Section referred the matter to the Legal Section for enforcement action, and further that the Licensee has now failed to submit the examination fee within the 30-day deadline.

CONCLUSIONS

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

That notwithstanding notices and other efforts by the Department, Licensee is in violation of Sections 2-4(h), 3-2, 3-5 and 6-1 of the Act and Sections 1050.410, 1050.430, 1050.1140, and 1050.1175 of the Rules; and is in further violation of Sections 4-5(i) (11), (13), and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED that the license of FIRST MORTGAGE CORPORATION OF CHICAGO, License No. MB.0001030 is revoked by Order of the Department pursuant to Section 4-5(h) (1) of the Act for failure to comply with the provisions cited herein of the Act and Rules, effective ten days after receipt of this Order, unless you request a hearing pursuant to the Act

and Subpart N of the Rules, including remitting the hearing fee required by Section 1050.210 of the Rules.

ORDERED THIS 23RD DAY OF JANUARY, 2009

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
MICHAEL T. MCRAITH, ACTING SECRETARY

DIVISION OF BANKING

JORGE A. SOLIS, DIRECTOR

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.*].