

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

IN THE MATTER OF:)
)
) No. 2009-MBR-212
GRAND MORTGAGE CORPORATION)
ATTN: Armando Gamboa)
630 N. North Court – 2nd Floor)
Palatine, IL 60067)
License No. MB.0006573)

ORDER REVOKING LICENSE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the “Department”), having reviewed and examined the activities conducted by Grand Mortgage Corporation, (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)(1) of the Act. The Department makes the following:

FINDINGS

1. That Grand Mortgage Corporation, is an Illinois residential mortgage licensee holding inactive, lapsed license number MB.006573 (the “License”), and located at 630 N. North Court – 2nd Floor , Palatine, Illinois, 60067;
2. That on April 2, 2009, the Department transmitted the Licensee’s Report of Examination (the “ROE”) for the examination period 2/1/2006 to 2/28/2009, invoiced the Licensee a \$1,462 exam fee, notified the Licensee that it was assigned to supervision due to violations of the Act and Rules cited in the ROE, and assigned a mandatory supervisory meeting for 5/13/2009;
3. That the Licensee was cited in the ROE for violation of Sections 3-2 of the Act and Sections 1050.1010, 1050.1110, 1050.1175, 1050.1350, 1050.2120, and 1050.2165 of the Rules;
4. That on May 13, 2009, Supervision Section and Licensee held the supervisory meeting to review violations cited in the ROE for purposes of correction and compliance with the Act and Rules; however, Licensee failed to bring fiscal year 2007 financial statements (originally due 6/31/2008, and 2005 & 2006 financials provided were not year end reports) or any written response to address the violations cited. The Supervision Section further noted a high default and foreclosure claim percentage for Licensee per Neighborhood Watch, that

Licensee's surety bond was set to expire on 5/24/2009 and that Licensee had not paid its \$1,462 exam fee due by 5/2/2009;

5. That on June 9, 2009, Supervision Section created an enforcement issue for Licensee due to failure to provide the requested items in supervision by either the 5/13/2009 supervisory meeting, or by the 6/1/2009 second deadline assigned to Licensee at that meeting, and that Licensee is in violation of net worth, non-payment of a Department exam fee, loan originator continuing education, surety bond coverage, reporting, record-keeping and consumer notice requirements of the Act and Rules;
6. That on July 9, 2009, a Potential Disciplinary Letter was sent to Licensee via U.S. first-class and certified mail service;
7. That on July 14, 2009, a signed receipt card evidencing receipt of such delivery was received by the Department;
8. That on July 23, 2009, Licensee contacted the Department requesting an extension to renew its license, and that Department advised Licensee that he needed to respond to the potential disciplinary letter and no extension was granted to renew the License;
9. That Licensee has failed to provide to the Department the requested information or documentation by the due dates as requested by the Department; and
10. That an enforcement order has been prepared herein based upon a review of the Licensee's record of non-compliance with the Department, and cited provisions of the Act and Rules.

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, 2-6, 3-1, 3-2, 3-5, 4-1, and 4-2 of the Act, and Sections 1050.490, 1050.1010, 1050.1110, 1050.1175, 1050.1350, 1050.2120, and 1050.2165 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 **GRAND MORTGAGE CORPORATION**, License No. MB.0006573 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 10TH DAY OF AUGUST, 2009

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
BRENT E. ADAMS, 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.*].