

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

IN THE MATTER OF:)
) No. 2012-MBR-14
FLAGSHIP FINANCIAL GROUP, LLC)
License No. MB.6760204)
3130 W. Maple Loop Drive, #200)
Lehi, UT 84043)

CONSENT ORDER

The Illinois Department of Financial and Professional Regulation, Division of Banking (“Department”) and Flagship Financial Group, LLC (“Flagship Financial”) hereby enter into this Consent Order (“Consent Order”) and stipulate, admit, and agree to the following:

STIPULATIONS AND ADMISSIONS

The Department conducted a review of information entered by Flagship Financial into the Illinois Anti-Predatory Lending Database (“APLD”) found an Illinois residential mortgage loan (“Loan”) was funded and closed without the borrower receiving the housing counseling required by the Loan’s terms. The Department further found from its review that Flagship Financial was late in taking required steps and/or submitting information into the APLD for four other Illinois residential mortgage loans. Flagship Financial stipulates that, upon becoming aware that the Loan had triggered housing counseling pursuant to the APLD, the company contacted the borrower and achieved the required housing counseling for the Loan. Flagship Financial admits that post-closing housing counseling is not in compliance with the APLD and acknowledges that loans must be entered into the APLD within 10 days of

application. Flagship Financial stipulates that it has enhanced its policies and training to comply with all requirements of the APLD.

TERMS AND CONDITIONS

WHEREFORE, the Department and Flagship Financial agree as follows:

- I. The Department assesses a fine to Flagship Financial in the amount of \$10,000 for APLD violations cited herein in violation of the Residential Real Property Disclosure Act (“RRPDA”) [765 ILCS 77] and constituting a further violation of the Residential Mortgage License Act of 1987 (“RMLA”) [205 ILCS 635]. Flagship Financial agrees to submit to the Department the \$10,000 payment by cashier’s check or money order within thirty (30) days of the effective date of this Consent Order.
- II. Flagship Financial agrees to maintain its corrective actions and remain in compliance with the RRPDA and RMLA.
- III. Flagship Financial agrees to not file any petition for administrative hearing or judicial review of this Consent Order. Flagship Financial acknowledges that it has been represented by outside legal counsel in negotiating this Consent Order, and that it willingly enters into this Consent Order after full review, evaluation, and consideration with full knowledge of its rights under RMLA, RRPDA, and Illinois Administrative Procedure Act [5 ILCS 100].
- IV. The Department enters into the Consent Order for the purpose of imposing measures that are fair and equitable in the circumstances and that are consistent with the best interests of the people of the State of Illinois.

- V. The Consent Order shall become effective upon all the parties hereinafter designated signing and dating the Consent Order and on the date that the last of those designated for the Department sign and date the Consent Order.

The foregoing Consent Order is approved in full.

Date: _____
William Farrar, Flagship Financial Group, LLC

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
BRENT E. ADAMS, SECRETARY
DIVISION OF BANKING

Date: **JULY 11, 2012**
MANUEL FLORES, DIRECTOR