STATE OF ILLINOIS

DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION

DIVISION OF BANKING

IN THE MATTER OF:)
CHRISTOPHER M. PARADIS IL License No. 031.0028994; NMLS ID No. 131594))))
5013 N. Melvina Avenue)
Chicago, IL 60630))

No. 2014-MLO-04

ORDER ASSESSING FINE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking ("Department"), having conducted an investigation of CHRISTOPHER M. PARADIS ("PARADIS"), 5013 N. Melvina Avenue, Chicago, IL 60630, in connection with his residential mortgage activities with Destiny Mortgage Group, Inc. ("Destiny Mortgage"; MB.6760618), 606 Bosley Avenue, Ste. E 1st Floor, Townson, MD 21204, and found violations of the Residential Mortgage License Act of 1987 ("Act") [205 ILCS 635]. The Department has further documented violations of the Residential Real Property Disclosure Act ("RRPDA") [765 ILCS 77], the Secretary hereby issues this ORDER ASSESSING FINE, and states:

STATUTORY PROVISIONS

- 1. Section 1-4(jj) of the Act defines the "mortgage loan originator" ("MLO") as an individual who for compensation or gain or in the expectation of compensation or gain (i) takes a residential mortgage loan application, or (ii) offers or negotiates terms of a residential mortgage loan. Included in the definition are individuals who participate in residential mortgage loan modification activities.
- 2. Section 7-1A of the Act states, in part, it is unlawful for any individual to act or assume to act as a MLO, as defined in subsection (jj) of Section 1-4 of the Act, without obtaining a license from the Department.
- 3. Section 7-11 of the Act authorizes the Department to revoke and/or fine, or otherwise discipline, the license of a MLO if the Secretary finds that the MLO has violated this Act or any other applicable law or regulation. A maximum fine is authorized of \$1,000 for each day for each violation of this Act or other applicable law or regulation that is committed, \$3,000 for each day for each day for each violation for engaging in 7-13(1) and \$2,000 for repeat violations.
- 4. Section 7-13 of the Act provides a list of prohibited acts and practices for MLOs, including assisting a person in conducting any business covered by this Act without holding a valid license as required under this Act. MLOs are prohibited from violating any rules and regulation. MLOs are also prohibited from negligently making any false statement or knowingly and willfully

making any omission of a material fact in connection with any report filed with a governmental agency.

- 5. Section 70 of the RRPDA requires mortgage brokers or loan originators to submit to the antipredatory lending database ("APLD") all of the information required for any mortgage on property within the program area. Information must be entered within 10 days after taking a mortgage loan application.
- 6. Section 72 of the RRPDA specifies the required information to be entered into the APLD, including the name of the mortgage loan originator taking the loan application.

FACTUAL FINDINGS

- 7. PARADIS holds active MLO License No. 031.0028994.
- 8. On September 9, 2013, the Department opened an investigation of Destiny Mortgage.
- 9. The Department's investigation found that PARADIS from around February 2013 through September 2013 entered his name into the APLD for the following 12 borrowers he did not originate loans, including some of which were originated by an improperly licensed MLO: R.G., K.C., J.C., C.C., K.M., M.A., H.S., E.L., S.M., J.K., D.P. and K.C.

LEGAL CONCLUSIONS

BASED UPON THE ABOVE ALLEGATIONS, THE DEPARTMENT FINDS:

10. PARADIS is in violation of Sections 7-13 (6), (8) & (10) of the Act and Section 77/72(4) of the RRPDA.

NOW IT IS HEREBY ORDERED THAT:

1. The Department assesses a FINE against PARADIS in the amount of \$6,000 (\$500 per violation of the RRPDA) pursuant to Section 7-11 of the Act. The fine is payable by certified check or money order within thirty (30) days of the effective date of this Order to the:

Department of Financial and Professional Regulation, Division of Banking ATTN: Loan Originator Section 320 W. Washington, 5th Floor Springfield, Illinois, 62786

ORDERED THIS ____ DAY OF _____, 2014

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION MANUEL FLORES, ACTING SECRETARY

DIVISION OF BANKING

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 and \$250 hearing fee by certified check or money order shall be filed with the Department at 320 West Washington Street, 5th Floor, Springfield, IL 62786, ATTN: Loan Originator Section within 10 days after the receipt of an administrative decision. The request for hearing must include an explicit admission, denial, or appropriate response to each allegation or issue contained in the administrative decision pursuant to 38 Ill. Adm. Code 1050.1570. 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.*].

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State of Illinois ((ss: County of Cook (

The undersigned, being duly sworn on oath, states that on ____/ ____, I mailed with sufficient postage affixed, a copy of the foregoing **ORDER ASSESSING FINE** by regular and certified mail, return receipt requested at 100 W. Randolph St., Chicago, Illinois 60601, to the address of Respondent registered with IDFPR Division of Banking listed below:

AFFIANT

Subscribed and sworn to before me,

this _____ day of _____, 2014

NOTARY PUBLIC

Sent to:

CHRISTOPHER M. PARADIS 5013 N. Melvina Avenue Chicago, IL 60630