



1 employed Williams and Mark Harless (hereinafter "Harless") as loan originators to
2 originate loans for customers on behalf of Allegiance.

3 2. At all times relevant, "My Little Children" is an assumed business name of Alice
4 Huff used in connection with a retail store she operated in Eugene, Oregon. At all times
5 relevant, Alice Huff lived with Harless and they have a child together. Harless was
6 familiar with the operation of the My Little Children business and made Williams familiar
7 with the business, such that Williams was aware that the company did not employ A.P.,
8 D.S., and D.R. as managers of My Little Children.

9 3. On February 14, 2005, A.P. obtained two residential mortgage loans from one
10 lender based upon applications taken by Williams that indicated that A.P. was employed
11 as a manager of My Little Children for two years with a monthly salary of \$3,500.
12 Williams knew that the prospective lender would rely upon the employment and income
13 information in the application. Williams knew that A.P. was employed as a real estate
14 broker and was not employed by My Little Children in any capacity. Williams had an
15 application in the A.P. borrower file showing that A.P. was employed as a real estate
16 broker for one year and prior to that was employed as a receptionist earning less than
17 \$3,500 per month. The file also contained a copy of A.P.'s real estate broker license.
18 The lender relied upon the income information submitted by Williams and would not
19 have made the loans on the terms they were made if the employment information was
20 different.

21 4. On April 11, 2005, D.R. and A.R. obtained two residential mortgage loans
22 based upon applications taken by Williams that indicated that D.R. was employed as a
23 manager of My Little Children with a monthly salary of \$3,000. Williams knew that the
24 prospective lender would rely upon the employment information in the application.
25 Williams knew the employment information was false because My Little Children did not
26 employ D.R. in any capacity. The lender relied upon the employment information



1 submitted by Williams and would not have made the loans on the terms they were made
2 if the income information was different.

3 5. On October 18, 2006, a grand jury in the United States District Court for the
4 District of Oregon returned an indictment against Harless and Williams in case number
5 CR-06-60115-AA. The indictment charged Williams with two counts of Wire Fraud in
6 connection with the submission of two loan applications falsely listing the borrower as
7 employed as a manager for My Little Children.

8 6. On December 10, 2007, Williams signed an Agreement for Pretrial Diversion in
9 case number CR-06-60115-AA regarding the Wire Fraud charges in which he accepted
10 responsibility for the offenses and agreed to a six-month deferral of the prosecution.
11 Williams successfully completed the diversion program and all charges were dismissed.

12 **CONCLUSIONS OF LAW**

13 The Director **CONCLUDES** that:

14 1. Williams violated ORS 59.930(2) when he directly or indirectly caused two
15 loan applications to be submitted for A.P. knowing that they contained materially false
16 employment information.

17 2. Williams violated ORS 59.930(2) when he directly or indirectly caused two
18 loan applications to be submitted for D.R. and A.R. knowing they contained materially
19 false employment and income information.

20 3. Williams violated ORS 59.971(1) when he engaged in unfair or unethical
21 practices or conduct in connection with the mortgage business by knowingly misstating
22 materially false employment information on two loan applications for A.P.

23 4. Williams violated ORS 59.971(1) when he engaged in unfair or unethical
24 practices or conduct in connection with the mortgage business by knowingly misstating
25 materially false employment and income information on two loan applications for D.R.
26 and A.R.

1 **ORDER**

2 **NOW, THEREFORE, THE DIRECTOR ISSUES THE FOLLOWING ORDERS:**

3 The Director, pursuant to ORS 59.885(4), hereby **ORDERS** that Williams **CEASE**
4 **AND DESIST** from violating any provision of the Oregon Mortgage Lender Law, OAR
5 441-850-0005 through 441-885-0010 and any rule, order or policy issued by the
6 Division of Finance and Corporate Securities.

7 The Director, pursuant to ORS 59.996, hereby **ORDERS** Williams to pay the
8 State of Oregon a civil penalty of \$20,000. The civil penalty is based upon \$5,000 for
9 each respective violation of ORS 59.971(1) and 59.930(2). The Director suspends
10 payment of the assessed civil penalty for a period of five years so long as Williams
11 complies with all provisions of this order. The entire sum shall become immediately due
12 and owing upon a finding by the Director that Williams is in violation of any term of this
13 order.

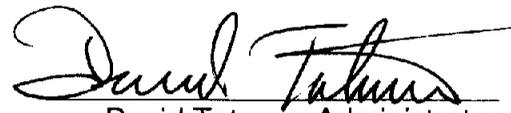
14 Until further order of the Director, Williams is **PROHIBITED** from applying for,
15 holding, or renewing any license or registration required by the Director in Oregon,
16 including but not limited to insurance, mortgage lending, securities, and consumer
17 finance. Until further order of the Director Williams is **PROHIBITED** from acting as a
18 mortgage loan originator or mortgage loan processor in Oregon.

19 The entry of this Order in no way limits further remedies which may be available
20 to the Director under Oregon Law.

21 Dated this 14th day of July, 2008, at Salem, Oregon.

22 CORY STREISINGER, Director

23 Department of Consumer and Business Services

24
25 

26 David Tatman, Administrator
Division of Finance and Corporate Securities

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4140



1 **CONSENT TO ENTRY OF ORDER**

2
3 I, Hien Le Williams, state that I am a resident of the State of Oregon, that I have
4 read the foregoing Order and that I know and fully understand the contents hereof; that
5 the factual allegations stated herein are true and correct; that I have been advised of my
6 right to a hearing, and that I have been advised that I have a right to hire an attorney to
7 represent my interest in this matter; that I voluntarily consent to the entry of this Order
8 without any force or duress, expressly waiving any right to a hearing in this matter and
9 advise of counsel; that I understand that the Director reserves the right to take further
10 actions against me to enforce this Order or to take appropriate action upon discovery of
11 other violations of the Oregon Mortgage Lender Law by me; and that I will fully comply
12 with the terms and conditions stated herein.

13 I understand that this Consent Order is a public document.

14
15 Dated this 10th day of July, 2008.

16
17 [Signature]
18 Hien Le Williams

19 SUBSCRIBED AND SWORN to before me this 10 day of July,
20 2008.

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4140



21
22 [Signature]
23 (Printed Name of Notary Public)
24 Notary Public
25 for the State of: Oregon
26 My commission expires: 2/23/2012