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STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCE AND CORPORATE SECURITIES

BEFORE THE DIRECTOR OF THE DEPARTMENT
OF CONSUMER AND BUSINESS SERVICES

<p>In the Matter of:</p> <p>Citywide Financial Services, Inc.,</p> <p style="text-align: center;">Respondent.</p>	<p>M-11-0127</p> <p>Final Order to Cease and Desist and Final Order Assessing Civil Penalty Entered by Default</p>
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On February 23, 2012, the Director of the Department of Consumer and Business Services for the State of Oregon (“Director”) acting pursuant to the authority contained in Oregon Revised Statutes (“ORS”) 86A.100 *et. seq.* and Oregon Administrative Rules (“OAR”) 441-850-0005 through 441-885-0010 (together “Oregon Mortgage Lender Laws and Rules”), issued Administrative Order No. M-11-0127 Order to Cease and Desist, Proposed Order Assessing Civil Penalty and Notice of Opportunity for a Hearing (“Notice Order”) against Citywide Financial Services, Inc. (“Citywide”).

On April 27, 2012, the Division proper served the Notice Order on Citywide by certified and first class U.S. mail at 1980 Willamette Drive #120-283, West Linn, OR 97068. Respondent has not made a written demand for a contested case hearing in this matter and the time to do so has expired.

NOW THEREFORE, after consideration of the file in this matter maintained by the Oregon Department of Consumer and Business Services, the Director hereby issues the following Findings of Fact, Conclusions of Law, and Final Orders.

Division of Finance and Corporate Securities
Labor and Industries Building
350 Winter Street NE, Suite 410
Salem, OR 97301-3881
Telephone: (503) 378-4387



1 **FINDINGS OF FACT**

2 The Director FINDS that:

3 1. Citywide Financial Services, Inc. (“Citywide”) is an active domestic Oregon
4 corporation that was first registered with the Oregon Secretary of State (Registry No. 788720-
5 83) on December 28, 2000.

6 2. Citywide obtained an Oregon mortgage broker license from the Division of Finance
7 and Corporate Securities (“Division”) on May 18, 2000, and it was continuously licensed with
8 the Division until January 1, 2012 when its license was terminated for its failure to renew.

9 3. As listed in the Nationwide Mortgage Licensing System (“NMLS”), Citywide’s
10 principal place of business is 1748 16th St., West Linn, OR 97068.

11 4. In 2011, NMLS released its mortgage call report (“MCR”) functionality. The MCR is
12 comprised of individual reports of activity by state, called Residential Mortgage Loan Activity
13 reports (“RMLA”) that are compiled and submitted by the company to NMLS on a quarterly
14 basis for each state in which the company does business or sponsors a mortgage loan originator
15 license.

16 5. The MCR functionality was developed to provide entities licensed as mortgage
17 brokers the ability to submit quarterly activity reports. Beginning with the first quarter (“Q1”)
18 of 2011, licensed mortgage brokers must now submit MCR reports through the NMLS system
19 within 45 days of the end of the quarter.

20 6. The NMLS online resource center provided the following MCR submission deadlines:
21 (1) Quarter one - January 1 through March 31 - due May 15, 2011; (2) Quarter two (“Q2”) April
22 1 through June 30, due August 14, 2011; and (3) Quarter three (“Q3”) July 1 through September
23 30, due November 14, 2011.

24 7. Since this report was first required for first quarter of 2011, the Division has
25 undertaken an extensive campaign to notify licensed mortgage brokers of the new MCR
26 reporting requirement.





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NOW, THEREFORE, THE DIRECTOR ISSUES THE FOLLOWING ORDERS:

The Director, pursuant to ORS 86A.127, hereby orders Citywide to Cease and Desist from violating the Oregon Mortgage Lender Law.

The Director, pursuant to ORS 86A.992, may assess civil penalties of up to \$5,000 per violation of the Oregon Mortgage Lender Law. Further, the Director may assess civil penalties of up to \$20,000 for a continuing violation of the Oregon Mortgage Lender law.

The Director, pursuant to ORS 86A.992(1), hereby orders Citywide to pay a civil penalty of \$5,000 for the violation of ORS 86A.239(2).

Dated this 5th day of July, 2012.

PATRICK M. ALLEN, Director
Department of Consumer and Business Services

/s/ David Tatman
David C. Tatman, Administrator
Division of Finance and Corporate Securities

NOTICE: You are entitled to judicial review of this Order. Judicial review may be obtained by filing a petition with the Court of Appeals in Salem, Oregon within 60 days from the service of this Order. Judicial review is pursuant to the provisions of ORS 183.482 to the Oregon Court of Appeals.