STATE OF OREGON
DEPARTMENT OF CONSUMER AND BUSINESS SERVICES
DIVISION OF FINANCIAL REGULATION

In the Matter of: THE MORTGAGE GROUP LLC, NMLS# 1892896 Respondent.	Case No. M-23-0006 FINAL ORDER TO CEASE AND DESIST AND FINAL ORDER ASSESSING CIVIL PENALTY, ENTERED BY CONSENT

The Director of the Department of Consumer and Business Services for the State of Oregon (the "Director"), through the Division of Financial Regulation (the "Division"), investigated the business activities of The Mortgage Group LLC ("TMG" or the "company") and determined that TMG engaged in an activity that violates Oregon Revised Statutes ("ORS") 86A.100 et seq. and Oregon Administrative Rules ("OAR") 441-850-0005 through 441-885-0010 (collectively, the "Oregon Mortgage Lender Law").

TMG wishes to settle this matter with the Director.

Now, therefore, as evidenced by the authorized signature(s) subscribed in this Order, TMG hereby consents to entry of this Order upon the Director's Findings of Fact and Conclusions of Law below.

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

FINDINGS OF FACT

The Director FINDS that:

1. TMG is an Oregon limited liability company with a principal place of business located at 4930 Salem Dallas Highway NW, Salem, OR 97304.

2. TMG was licensed as an Oregon mortgage banker/broker with the Division on February 14, 2020 (NMLS# 1892896). TMG's license expired on January 1, 2023.

3. In 2011 the Nationwide Multistate Licensing System ("NMLS") released the Mortgage Call Report ("MCR") functionality. The MCR includes a licensed mortgage

banker or broker's Residential Mortgage Loan Activity ("RMLA") that is compiled and submitted by licensees to NMLS on a quarterly basis and an annual report of financial condition.

4. All mortgage bankers and brokers that employ licensed loan originators must complete the MCR functionality. In 2022, TMG employed at least one licensed loan originator.

5. The quarterly reports are due 45 days following the end of each quarter such that the 2022 Q3 MCR was due on November 14, 2022.

6. If a licensee does not timely file an MCR, the NMLS system automatically sets a deficiency on the company's license the day after the deadline reminding the company of the filing requirement.

7. When a deficiency is set in NMLS, the system emails the licensee's email address of record. Similarly, at all times material, when the Division contacted TMG by email, all messages were sent to TMG's email address of record on file with NMLS.

2022 Q3 MCR

8. TMG did not file the 2022 Q3 MCR with Oregon RMLA by November 14, 2022. NMLS placed a deficiency on November 15, notifying TMG of the requirement.

9. On November 17, 2022, a Division financial examiner emailed TMG about the failure to file and extended the deadline to December 2, 2022. The email required TMG to file its 2022 Q3 MCR with Oregon RMLA by the new deadline to avoid regulatory enforcement action.

10. On November 23, 2022, the examiner emailed TMG again, reminding the company of the December 2 deadline and potential for regulatory enforcement action.

11. On November 30, 2022, the examiner emailed TMG a final notice to file by December 2, 2022, to avoid regulatory enforcement action.

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12. December 6, 2022, the examiner called TMG regarding the deficiency and left a message. The telephone call was not returned.

13. TMG filed its 2022 Q3 MCR with Oregon RMLA on April 27, 2023.

CONCLUSIONS OF LAW

The Director CONCLUDES that:

14. By failing to file its 2022 Q3 MCR with Oregon RMLA by November 14, 2022 or December 2, 2022, TMG violated ORS 86A.112(2), ORS 86A.239(2), and OAR 441-865-0025.

ORDERS

Now, therefore, the Director issues the following ORDERS:

15. The Director, pursuant to ORS 86A.127(4) and ORS 86A.224(2)(a), hereby ORDERS TMG to CEASE and DESIST from for violating ORS 86A.112(2), ORS 86A.239(2), and OAR 441-865-0025.

16. The Director, under ORS 86A.992, may assess a civil penalty of up to $5,000 per violation of the Oregon Mortgage Lender Law. Pursuant to this provision, the Director hereby ORDERS TMG to pay a $2,000 CIVIL PENALTY for violating ORS 86A.112(2), ORS 86A.239(2), and OAR 441-865-0025.

17. The Director suspends $1,000 of the CIVIL PENALTY for three years from the date of this Order, provided TMG does not violate the Oregon Mortgage Lender Law or the terms of this Order during this three-year period. If TMG fails to adhere to this condition, the $1,000 suspended civil penalty will become immediately due and owing. Otherwise, the suspended civil penalty will be waived three years from the date of this Order.

18. Along with this Order, TMG shall submit to the Director $1,000 as payment for the non-suspended civil penalty.

19. This Order is binding upon TMG successors and assigns.

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20. This is a "Final Order" under ORS 183.310(6)(b). Subject to this provision, entry of this Order does not limit the Director's authority to enforce this Order or take action against TMG for violations of this Order or violations not included in this Order that are discovered after the date of this Order.

SO ORDERED this 13th day of July, 2023.

ANDREW R. STOLFI, Director
Department of Consumer and Business Services

/s/ Dorothy Bean
Dorothy Bean, Chief of Enforcement
Division of Financial Regulation

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ENTITY CONSENT TO ENTRY OF ORDER

I, Amy Peterson, am an officer or manager of The Mortgage Group LLC ("TMG"). I am authorized to act and sign on its behalf. I have read the foregoing Order, and I know and fully understand its contents. I have been advised of the right to a hearing and of the right to be represented by counsel in this matter. TMG voluntarily consents to the entry of this Order with no force or duress, expressly waiving any right to a hearing in this matter and any rights to administrative or judicial review of this Order. TMG understands that the Director reserves the right to take further action to enforce this Order or to take action upon discovery that TMG has committed other violations of the Oregon Mortgage Lender Law. TMG, along with its officers, directors, employees, or agents, shall comply with the terms and conditions stated herein.

TMG understands that this Order is a public document.

Signature: */s/ Amy Peterson*

Position Held: Member

ACKNOWLEDGMENT

State of Texas

County of Harris

Signed or attested before me on the 23rd of June, 2023.

/s/ Sylicia Haddock
Notary Public

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