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

In the Matter of: MORTGAGE LENDERS NORTHWEST INC., NMLS 113423 Respondent.	Case No. M-16-0297 ORDER TO CEASE AND DESIST, ASSESSING CIVIL PENALTY AND CONSENT TO ENTRY OF ORDER

The Director of the Department of Consumer and Business Services for the State of Oregon ("Director") conducted an investigation of Mortgage Lenders Northwest Inc. ("Respondent") and determined that Respondent engaged in activities constituting a violation of Oregon Revised Statutes ("ORS") 86A.100 et seq. and Oregon Administrative Rule 441-850-0005 through 441-885-0010 ("Oregon Mortgage Lender Law").

Respondent wishes to resolve and settle this matter with the Director.

Now, therefore, as evidenced by the signature(s) subscribed on this Order, Respondent hereby CONSENTS to entry of this Order.

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. Respondent is a domestic corporation first incorporated on February 13, 1996.

2. Respondent, NMLS #113423, obtained an Oregon mortgage broker license from the Division of Finance and Corporate Securities, now known as Division of Financial Regulation ("Division") on February 19, 1996.

3. Respondent's principle place of business is located at 5319 SW Westgate

Drive, Ste. 222, Portland, OR 97221.

4. In 2011 the Nationwide Mortgage Licensing System ("NMLS") released the mortgage call report ("MCR") functionality. The MCR includes a licensed mortgage broker or banker's Residential Mortgage Loan Activity that is compiled and submitted by the company to NMLS on a quarterly basis, and for standard filers like Respondent, a financial condition report filed annually 90 days after the end of the company's fiscal year.

5. Respondent has reported that its fiscal year ends on December 31.

6. As such, the financial condition portion of the MCR for 2015 was due on March 30, 2016.

7. Respondent had not filed the financial condition report of the MCR for 2015 by March 30, 2016, so on March 31, 2016, NMLS placed a deficiency on Respondent's license advising that the report was due.

8. On April 18, 2016, the Division sent an email to Respondent's email address of record notifying that the outstanding deficiency must be addressed by May 18, 2016 to avoid a civil penalty.

9. The email was sent to eric@mortgagelendersnorthwest.com which has been the email address of record for Respondent at all times relevant to this order.

10. Also on April 18, 2016, the Division mailed a letter to Respondent's principal place of business reporting that the financial condition report of the MCR for 2015 had not been filed, and if not filed by May 18, 2016, a civil penalty would be assessed.

11. Respondent filed the financial condition report of the MCR for 2015 on July 29, 2016.

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CONCLUSIONS OF LAW

The Director CONCLUDES that:

12. Respondent failed to file the financial condition report of the MCR for 2015 by March 30, 2016 in violation of ORS 86A.112(2).

13. The Director, pursuant to ORS 86A.992, may assess civil penalties of up to $5,000 per violation of the Oregon Mortgage Lender Law.

ORDERS

NOW, THEREFORE, THE DIRECTOR ISSUES THE FOLLOWING ORDERS:

14. As authorized by ORS 86A.127, the Director Orders Respondent to CEASE AND DESIST from violating any provision of the Oregon Mortgage Lender Law or the administrative rules promulgated thereunder.

15. Pursuant to ORS 86A.992, the Director hereby orders Respondent to pay a civil penalty of $1,000 for the violation of ORS 86A.112(2).

16. The CIVIL PENALTY assessed herein is due and payable at the time this Order is returned to the Division.

SO ORDERED this 25th day of August , 2016.

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

/s/ David Tatman
David C. Tatman, Chief of Enforcement
Division of Financial Regulation

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ENTITY CONSENT TO ENTRY OF ORDER

I, Eric Rose, state that I am an officer of Mortgage Lenders Northwest Inc. and I am authorized to act on its behalf. I have read the foregoing order, and I know and fully understand the contents hereof. I have been advised of the right to a hearing and of the right to be represented by counsel in this matter. Mortgage Lenders Northwest Inc. voluntarily and without any force or duress consents to the entry of this order expressly waiving any right to a hearing in this matter Mortgage Lenders Northwest Inc. understands that the Director reserves the right to take further actions to enforce this order or to take appropriate action upon discovery of other violations of the Oregon Mortgage Lender Law. Mortgage Lenders Northwest Inc. will fully comply with the terms and conditions stated herein.

Mortgage Lenders Northwest Inc. understands that this order is a public document.

Mortgage Lenders Northwest Inc.

/s/ Eric Rose
Signature

State of Oregon

County of Multnomah

There appeared before me on this 17th day of August, 2016, Eric Rose who was first duly sworn on oath, and stated that s/he was and is an officer of Mortgage Lenders Northwest Inc. and that s/he is authorized and empowered to sign this Consent to Entry of Order on behalf of Mortgage Lenders Northwest Inc. and to bind Mortgage Lenders Northwest Inc. to the terms hereof.

/s/ Judith A. Geppert
Notary Public

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