

STATE OF ILLINOIS
DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DIVISION OF BANKING

IN THE MATTER OF:)
)
) No. 2007-MBR-17
SUMMIT HOME LENDING, INC.)
ATTN.: Julie Murman)
605 N. Highway 169, Suite 700)
Plymouth, MN 55441)

ORDER ASSESSING FINE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking (the “Department”), having conducted an investigation of activities conducted by Summit Home Lending, Inc. (the “Licensee”) and having documented violations of the Residential Mortgage License Act of 1987 (the “Act”) [205 ILCS 635] and the rules promulgated under the Act (the “Rules”) [38 Ill. Adm. Code 1050], hereby issues this ORDER pursuant to the authority provided under Section 4-5(h)(5) of the Act. The Department makes the following:

FINDINGS

1. That Summit Home Lending, Inc. is an Illinois residential mortgage licensee holding license No. MB.0005904 (the “License”) and located at 605 N. Highway 169, Suite 700, Plymouth, Minnesota 55441;
2. That commencing on or around February 2007, the Department began an investigation of certain residential mortgage loan files brokered by Licensee for purposes of determining whether they contained fraudulent appraisals and other violations of the Act and Rules;
3. That the Department’s investigation confirmed that Licensee brokered, through its loan originator Darsha Harrod (“Harrod”), a residential mortgage loan application including a fraudulent appraisal for a property located at 1330 S. Komensky, Chicago, Illinois 60623 (the “Loan”) and that Harrod had accepted the Loan application prepared by Deangelius Smith, an unregistered loan originator, and file documentation including the fraudulent appraisal; and
4. That Licensee brokered the Loan and performed other activities under the Act and Rules without implementing reasonable steps ensuring that full service office operations, loan originator services, appraisal ordering and review, and/or processing were properly performed.

CONCLUSIONS

BASED UPON THE ABOVE FINDINGS, THE DEPARTMENT IS OF THE OPINION AND CONCLUDES:

That Licensee's activities cited herein violate Sections 1-4(r), 3-4, and 4-5(i)(2) of the Act and Section 1050.340 of the Rules, and are in further violation of Section 4-5(i) (11) and (17) of the Act.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED:

1. That Summit Home Lending, Inc., License No. MB.0005904, shall be and hereby is assessed a fine of \$10,000 for violating the provisions of the Act and Rules cited herein;
2. The total fine in the amount of \$10,000 shall be due thirty (30) days after the effective date of this Order upon Summit Home Lending, Inc.; and
3. The fine in the amount of \$10,000 shall be paid by means of a certified check or money order made payable to the:

**Department of Financial and Professional Regulation
Division of Banking
ATTN: FISCAL DIVISION, 2ND FLOOR
320 W. Washington Street
Springfield, IL 62786**

ORDERED THIS 7TH DAY OF MAY 2007

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION
DEAN MARTINEZ, 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 shall be filed within 10 days after the receipt of an administrative decision and, if so requested, 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.*].