ENTERED
AUG 13 2014
COMMISSIONERS OFFICE

COMMONWEALTH OF KENTUCKY
PUBLIC PROTECTION CABINET
DEPARTMENT OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2014-AH-0066

RECEIVED
AUG 04 2014
DFI/OGC

DEPARTMENT OF FINANCIAL INSTITUTIONS — COMPLAINANT

vs.

UNITED SHORE FINANCIAL SERVICES, LLC — RESPONDENT

AGREED ORDER

1. The Department of Financial Institutions ("DFI") is responsible for regulating and licensing mortgage loan brokers, mortgage loan companies, mortgage loan originators, and mortgage loan processors in accordance with the provisions set forth in KRS Chapter 286.8, the Mortgage Loan Company and Mortgage Loan Broker Act.

2. United Shore Financial Services, LLC ("United Shore") is authorized to do business in Kentucky as a licensed mortgage loan company pursuant to Kentucky Revised Statutes Chapter 286.8, with its principal office located at 1414 East Maple Road, Troy, MI 48083.

3. On July 29, 2013, DFI conducted a compliance exam at United Shore. DFI alleges that United Shore accepted a loan from an entity that originated a loan through an unregistered loan originator in violation of KRS §286.8-030, which prohibits a mortgage loan company from employing or using a loan originator who is not registered in accordance with KRS §286.8-255.

4. DFI possesses a range of administrative authority in addressing violations of Chapter 286.6, including license revocation or denial, the imposition of fines in an amount up to $25,000 per violation, and settlement. *See* KRS §286.8-046; §286.8-090.

5. In this case, DFI assessed a fine against United Shore in the amount of two thousand five hundred dollars ($2,500.00) for allegedly utilizing an unregistered loan originator to originate a Kentucky loan in violation of KRS §286.8-030.

6. United Shore contends that its actions as related to this matter were in no way designed to defraud or deceive DFI or consumers and were undertaken in good faith.

7. United Shore agrees, solely for the purpose of settling this matter economically, and without admitting or denying any allegations or implications of fact or existence of any violation of Kentucky law governing the conduct and operation of a mortgage lender, to:

a. a fine assessment in the amount of two thousand five hundred dollars ($2,500.00) for the alleged violations described herein;

b. pay two thousand five dollars ($2,500) of the total fine assessed herein prior to the entry of this Order, which shall be in the form of a certified check or money order made payable to "Kentucky State Treasurer" and mailed to the Department of Financial Institutions, Attn: Non-Depository Division, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601; and

c. devote the time and resources necessary to ensure continual and full compliance with all statutory requirements set forth in KRS Chapter 286.8 and the regulations set forth in 808 KAR Chapter 12.

8. United Shore waives its right to demand a hearing at which it would be entitled to legal representation, to confront and cross examine witnesses, and to present evidence on its own behalf, or to otherwise appeal or set aside this Order.

9. United Shore consents to and acknowledges the jurisdiction of the Department of Financial Institutions over this matter and that this Agreed Order is a matter of public record and may be disseminated as such.

10. In consideration of execution of this Agreed Order, United Shore for itself, and for its successors and assigns, hereby releases and forever discharges the Commonwealth of Kentucky, Department of Financial Institutions, Office of Legal Services, and each of their members, agents, and employees in their individual capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims and demands whatsoever, known and unknown, in law or equity, that United Shore ever had, now has, may have or claim to have against any or all of the persons or entities named in this paragraph arising out of or by reason of this investigation, this disciplinary action, this settlement or its administration.

11. By signing below, the parties acknowledge that they are authorized to execute this Order and legally bind their respective parties.

12. This Agreed Order shall constitute the Final Order in this matter.

IT IS SO ORDERED on this the 12th day of August, 2014.

CHARLES A. VICE
COMMISSIONER

Consented to:

This 11th day of August, 2014.

Tammy R. Scruggs

Tammy Scruggs, Director
Division of Non-Depository Institutions
Department of Financial Institutions

This 1st day of August, 2014.

Jeff Midbo
Deputy General Counsel
United Shore Financial Services, LLC

ACKNOWLEDGEMENT

STATE OF MI)
)
COUNTY OF Oakland)

On this the 1st day of August, 2014, before me Jeff Midbo, the undersigned, Jeff Midbo, did personally appear and acknowledge himself/herself to be the authorized representative of United Shore Financial Services, LLC and that he/she, being authorized to do so, entered into and executed the foregoing instrument for the purposes therein contained.

In witness whereof I hereunto set my hand.

My Commission Expires: 9-23-20

Jennifer A Swayze
Notary Public

JENNIFER A. SWAYZE
NOTARY PUBLIC, STATE OF MI
COUNTY OF WAYNE
MY COMMISSION EXPIRES Sep 23, 2020
ACTING IN COUNTY OF Oakland

Certificate of Service

I hereby certify that a copy of the foregoing **Agreed Order** was sent on this the 13 day of August, 2014, by certified mail, return receipt requested, to the following:

Jeff Midbo
Deputy General Counsel
United Shore Financial Services, LLC
1414 East Maple Road
Troy, MI 48083

And by hand-delivery to:

Katherine W. Ross
Counsel for the Department of Financial Institutions
1025 Capital Center Drive, Ste. 200
Frankfort, KY 40601

Christina Hayden
Department of Financial Institutions