



**COMMONWEALTH OF KENTUCKY  
PUBLIC PROTECTION CABINET  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
ADMINISTRATIVE ACTION NO. 2025-AH-0155**

KENTUCKY DEPARTMENT OF FINANCIAL INSTITUTIONS	COMPLAINANT
v.	
SECURED MORTGAGE PROCESSING, LLC	RESPONDENT

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**FINAL ORDER**

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**PARTIES**

1. The Kentucky Department of Financial Institutions (“the Department”) is responsible for administering the provisions of KRS Chapter 286, Subtitle 8, of the Kentucky Financial Services Code (“the Code”), as well as any applicable rules, regulations and orders entered pursuant to the Code.
  
2. Respondent Secured Mortgage Processing, LLC (“SMP”) is a mortgage company in the Commonwealth of Kentucky whose license is presently suspended, with a principal office address of 1910 S. Stapley Drive, Suite 221, Office 270, Mesa, AZ 85204 and a registered agent address of Paracorp Inc., 828 Lane Allen Road, Suite 219, Lexington, KY 40504. Respondent’s Kentucky license number is MC867488, and its NMLS number is 1782243.

**STATEMENT OF FACTS**

3. DFI announced that they would conduct an examination of SMP on August 15, 2025.
  
4. In anticipation of the examination referenced in paragraph 3 above, DFI requested that SMP provide certain documents by August 27, 2025.

5. No documents were returned to DFI which were part of the document request in 4 above.
6. On or about September 5, 2025, SMP had their mortgage license in Wisconsin revoked by the Wisconsin Department of Financial Institutions, Division of Banking.
7. On or about November 13, 2025, DFI, citing specifically to Wisconsin's revocation of SMP's license, sought an Emergency Order suspending SMP's licenses in Kentucky.
8. The originally planned examination of SMP by DFI was never able to take place.
9. Notice of SMP's violations were sent to SMP's statutory agent and received by them on November 17, 2025.
10. No response was received to the notice by DFI referenced in paragraph 9 above.
11. SMP was served with an administrative complaint which was received by SMP's principal office on February 3, 2026.
12. SMP was served with a copy of the administrative complaint which was received by SMP's registered agent on February 27, 2026.
13. SMP has not responded to the administrative complaint.
14. The time permitted by law during which SMP can request a hearing to contest the administrative complaint has elapsed without response.

#### **STATUTORY AUTHORITY**

15. KRS 286.8-044(2) states:

The commissioner may file an administrative complaint against any person if it appears on grounds satisfactory to the commissioner that a potential or actual violation of this subtitle has been committed and when the person may be subject to the penalties of KRS 286.8-046, 286.8-090, and 286.8-990. The commissioner shall serve the administrative complaint by certified mail or personal delivery to the last known address of the person named in the complaint. The person named

in the administrative complaint shall be entitled to a hearing, but only upon timely receipt of a written answer and request for a hearing within twenty (20) days of the service or hand delivery of the administrative complaint. If timely requested, an administrative hearing shall be held in accordance with the provisions of KRS Chapter 13B. If a written answer and request for hearing are not made within twenty (20) days of service or delivery of the complaint, the commissioner shall enter a final order granting the relief requested in the complaint.

16. KRS 286.8-046 states:

(1) The commissioner may levy a civil penalty against any person who violates any provision of or any administrative regulation promulgated under this subtitle or order issued by the commissioner under this subtitle. The civil penalty shall be Page 3 of 6 not less than one thousand dollars (\$1,000) nor more than twenty-five thousand dollars (\$25,000) per violation, plus the state's costs and expenses for the examination, investigation, and prosecution of the matter, including reasonable attorney's fees and court costs.

**STATUTORY AUTHORITY FOR SPECIFIC VIOLATIONS**

17. KRS 286.8-090(1) states in relevant sections:

(1) The commissioner may suspend; revoke; place on probation; condition; refuse to issue or renew a license, registration, or exemption; or accept surrender of a license, registration, or exemption in lieu of revocation or suspension; or issue a cease and desist order if the commissioner finds that the person, applicant, licensee, or registrant:

(a) Does not meet, no longer meets, or has failed to comply with the requirements of this subtitle;

(j) Has refused to permit an examination or investigation by the commissioner of his books and affairs or has refused or failed, within a reasonable time, to furnish any information or make any report that may be required by the commissioner under the provisions of this subtitle;

(l) Has had any license, registration, or claim of exemption related to the financial services industry denied, suspended, or revoked under the laws of this state or any other state of the United States, or has surrendered or terminated any license, registration, or claim of exemption issued by this state or any other jurisdiction under threat of administrative action;

(v) Has violated any provision of this subtitle, administrative regulation promulgated hereunder, or order issued by the commissioner

**VIOLATIONS-COUNT ONE  
REVOCATION OF LICENSE BY ANOTHER STATE**

18. Complainant hereby restates and incorporates paragraphs 1-17 of this ORDER as if restated here.

19. KRS 286.8-090(1)(l) permits the commissioner to suspend or revoke a license of a licensee if the licensee has had any license, registration, or claim of exemption related to the financial services industry denied, suspended, or revoked under the laws of this state or any other state of the United States.

20. The revocation of a mortgage license by the state of Wisconsin meets the criteria for revocation by the commissioner under KRS 286.8-090(1)(l)

**VIOLATIONS-COUNT TWO  
FAILURE TO PERMIT INVESTIGATION BY COMMISSIONER**

21. Complainant hereby restates and incorporates paragraphs 1-20 of this ORDER as if restated here.

22. Respondents have violated KRS 286.8-090(1)(j) and KRS 286.8-090(1)(v) by not permitting the commissioner to investigate SMP's books and affairs when SMP failed, within a reasonable time, to furnish any information or make any report that may be required by the commissioner.

**ORDER**

**WHEREFORE**, the Commissioner of the Kentucky Department of Financial Institutions, having made findings of fact in accordance with those stated above, finds:

1. That Respondent Secured Mortgage Processing, LLC did have their Wisconsin mortgage license revoked as that term is used and intended in KRS 286.8-090(1)(l); and
2. That Respondent Secured Mortgage Processing, LLC has refused to permit an examination and failed within a reasonable time to furnish any information requested by the commissioner in violation of KRS 286.8-090(1)(j) and KRS 286.8-090(1)(v); and
3. That Secured Mortgage Processing, LLC has failed to answer the administrative complaint or request a hearing thereon and is in default; and

In so finding **ORDER**:

In the interest of economically and efficiently resolving the violations described herein, it is hereby **AGREED** and **ORDERED**:

i. Secured Mortgage Processing, LLC to pay a civil penalty of ten thousand dollars (\$10,000.00) for the violations in Count I and Count II stated above; and

ii. Secured Mortgage Processing, LLC to have its Kentucky mortgage company license revoked; and

iii. Secured Mortgage Processing, LLC pay the state's costs and expenses for the examination, investigation, and prosecution of this matter, including reasonable attorney's fees and court costs as may be shown; and

iv. That a failure by Secured Mortgage Processing, LLC to pay any amount ordered as part of a final order in this action within thirty (30) days of such order if not timely appealed shall give rise to the Department of Financial Institutions being permitted to pursue collection on any bond which may secure or provide indemnity for Secure Mortgage Processing, LLC; and

v. That any penalty may be paid through the NMLS system; and

vi. To any and all other relief to which the Department of Financial Institutions may be found entitled

**SO ORDERED** on this the 6<sup>th</sup> day of April, 2026.

  
MARNI ROCK GIBSON  
COMMISSIONER

**NOTICE OF RIGHT TO APPEAL**

Notice is hereby given, pursuant to KRS 13B.140 that you are entitled to appeal a final order of this agency. Your appeal must be made within thirty (30) days after this order is mailed.

**CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing Final Order was sent by certified mail on this the 6 day of *April*, 2026, to:

Secured Mortgage Processing, LLC  
Paracorp Inc., Registered Agent for Secured Mortgage Processing, LLC  
828 Lane Allen Road Suite 219  
Lexington, KY 40504

Via Hand Delivery to:  
Office of the Commissioner  
Department of Financial Institutions  
500 Mero Street 2SW19  
Frankfort, KY 40601

*Allison Reed by Victoria Ward-Bishop*  
Department of Financial Institutions  
*Executive Staff Advisor*