

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

IN THE MATTER OF:

ANTHONY PALERMO
1913 N 77th Ave
Elmwood Park, Illinois 60707

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No. 2010-LO-27

ORDER REVOKING
LOAN ORIGINATOR REGISTRATION AND ASSESSING FINE

The DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION, Division of Banking, (the “Department”), having conducted an investigation of the facts related to registered Loan Originator Anthony Palermo, (the “Registrant”), 1913 N 77th Ave, Elmwood Park, Illinois 60707 and having found that the Registrant has committed violations cited herein of the Residential Mortgage License Act of 1987 (the “Act”) [205 ILCS 635], and of the rules promulgated under the Act (hereinafter referred to as the “Rules”) [38 Ill. Adm. Code 1050], hereby issues this Order pursuant to the authority provided under Section 7-1 of the Act and Sections 1050.2170(a)(1)&(2) of the Rules. The Department makes the following:

FINDINGS

1. That Registrant is an Illinois Loan Originator Registrant holding certificate of registration No. 031.0015628 (“Registration”) and having the address of 1913 N 77th Ave, Elmwood Park, Illinois 60707;
2. That Registrant was an owner of and working under the Illinois residential mortgage license of First Start Mortgage, Inc. (License No. MB. 0006412; “Licensee”) for all purposes of this Order;
3. That on January 26, 2010, the Department issued Order No. 2010-MBR-05 (the “January 2010 Order”) fining Licensee \$2,850 for continued failure to supply requested supervisory items related to its financials and to timely pay its fine as required by the Act and Rules and to supply the requested supervisory items to show that it is operating in compliance with the Act and Rules;
4. That on May 27, 2010, the Department issued Order No. 2010-MBR-34 for violating the January 2010 Order, and operating an unlicensed branch office

known to Registrant, and based on Registrant's personal criminal indictment in the Circuit Court of Cook County, County Department – Criminal Division, Case 10 CR 9811.

5. That in said case Registrant was charged with Financial Institutions Fraud, Loan Fraud, Attempted Identity Theft, Attempted Theft of an amount more than \$100,000, less than \$1,000,000, and Attempted Theft by Deception in connection with a mortgage fraud scheme involving his Registration and Licensee; and
6. That the Department finds that Registrant, individually and as an owner of Licensee, participated in misrepresentations and dishonest dealings towards the Department, consumers and lenders. Additionally, Registrant's actions cited in the indictment were for crimes that were financially related and demonstrated lack of character which would be grounds for denial at the point of original application. Registrant's actions were in violation of the Act and Rules.

CONCLUSIONS

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

That notwithstanding notices and other efforts by the Department, Registrant's activities under Certificate of Registration No. 031.0015628 is in violation of Sections 7-3 (3), 7-13(1)(2)(3)&(8) and 5-11 of the Act and Sections 1050.2165(c) and 1050.2125.

ORDER

NOW THEREFORE IT IS HEREBY ORDERED:

1. That Anthony Palermo's Loan Originator Certificate of Registration No. 031.0015628 is revoked by Order of the Department pursuant to Section 1050.2170(a) of the Rules and Section 7-1 of the Act.
2. That Anthony Palermo shall be and hereby is assessed a fine of \$25,000 for violating the Act and Rules cited herein pursuant to Rule section 1050.2170(a)(2);
3. The total fine in the amount of \$25,000 shall be due thirty (30) days after the effective date of this Order; and
4. The fee in the amount of \$25,000 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: Loan Originator Section
320 W. Washington
Springfield, Illinois, 62786**

ORDERED THIS ____ DAY OF _____, 2010

ILLINOIS DEPARTMENT OF FINANCIAL AND PROFESSIONAL
REGULATION
BRENT E. ADAMS, SECRETARY
DIVISION OF BANKING

JORGE A. SOLIS, DIRECTOR

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. You have the opportunity to request a hearing regarding this matter for a fee of \$250 plus the transcript fee pursuant to 38 Ill. Adm. Code 1050.2175. The request for a hearing shall be filed within 10 days after the receipt of an administrative decision. A hearing shall be held by the Department of Financial and Professional Regulation, Division of Banking on the administrative decision. Absent a request for a hearing, this Order shall constitute a final administrative decision subject to the Administrative Review Law [735 ICLS 5/3-101 *et seq.*]

State of Illinois (
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County of Cook (

The undersigned, being duly sworn on oath, states that on ____/____/____, I mailed with sufficient postage affixed, a copy of the foregoing **ORDER REVOKING LOAN ORIGINATOR REGISTRATION AND ASSESSING FINE** by regular and certified mail, return receipt requested at 122 S. Michigan Avenue, Suite 1900, Chicago, Illinois 60603, to the address of Respondent registered with IDFPR Division of Banking listed below:

ANTHONY PALERMO
1913 N 77th Ave
Elmwood Park, Illinois 60707

AFFIANT

Subscribed and sworn to before me,
this ____ day of _____, 2010

NOTARY PUBLIC
