COMMONWEALTH OF KENTUCKY
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET
OFFICE OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2006-AH-218
ADMINISTRATIVE ACTION NO. 07-PPC-0127

OFFICE OF FINANCIAL INSTITUTIONS — COMPLAINANT

vs. **FINAL ORDER OF DISMISSAL**

KENTUCKY MORTGAGE SOLUTIONS, LLC — RESPONDENT

The matter having been settled pursuant to a Settlement Agreement entered on August 27, 2007, and incorporated herein by reference, it is hereby ORDERED that this action is DISMISSED.

SO ORDERED this 27 day of August, 2007.

Cordell G. Lawrence
Executive Director
Department of Financial Institutions
1025 Capital Center Drive, Suite 200
Frankfort, Kentucky 40601

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing **FINAL ORDER OF DISMISSAL** was served on this 28th day of August, 2007 by messenger mail to the Hon. Susan S. Durant, Hearing Officer, Division of Administrative Hearings, Office of the Attorney General, 1024 Capital Center Drive, Frankfort, Kentucky 40601 and by first-class mail, postage prepaid, to Laurence D. Powell, President, Kentucky Mortgage Solutions, LLC, 653 Boulder Drive, Elizabethtown, Kentucky 42701-5116.

Greg A. Jennings
General Counsel

COMMONWEALTH OF KENTUCKY
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET
OFFICE OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2007-AH-218
ADMINISTRATIVE ACTION NO. 07-PPC-0127

OFFICE OF FINANCIAL INSTITUTIONS — COMPLAINANT

vs. **SETTLEMENT AGREEMENT**

KENTUCKY MORTGAGE SOLUTIONS, LLC — RESPONDENT

** ** ** ** **

FINDINGS OF FACT

1. Kentucky Mortgage Solution Co., Inc. ("KMS") was licensed by the Office of Financial Institutions ("OFI") to conduct business as a mortgage broker. KMS' principal office was located at 1107 Crown Pointe Drive, Suite C-2, Elizabethtown, Kentucky 42701.

2. On July 11, 2006 an examination was conducted into the condition, workings and affairs of KMS in order to determine whether there were any violations of law, any unauthorized, unsafe practices, or any failure to keep any required books and records.

3. In the course of the examination it was discovered that KMS had two (2) unregistered individuals originating mortgage loans.

4. KRS 286.8-255(1) states that no person may originate mortgage loans in Kentucky unless they are registered with the OFI.

5. KRS 286.8-990(5) state that the executive director may assess a fine of not less than $1,000.00 nor more than $5,000.00 against any mortgage loan company or broker that violates any provision of the Kentucky Mortgage Loan Act.

7. On May 21, 2007, the hearing officer entered an order to show cause why a default order should not be entered against KMS due to that KMS had failed to participate in the administrative hearing.

8. On June 7, 2007, a check made payable to the OFI in the amount of $2000.00 was received from Laurence D. Powell as satisfaction of payment of the assessed fine of KMS.

AGREEMENT

1. KMS agrees to pay OFI a fine in the amount two thousand dollars ($2,000) which is acknowledged to have been paid by KMS in satisfaction of the assessed fine on June 7, 2007.

2. In regard to this matter, KMS agrees to waive its right to a demand hearing, where it would be entitled to legal representation, to confront and cross-examine witnesses for the OFI, and to present evidence on its own behalf. Further, KMS agrees to and acknowledges the jurisdiction of the OFI over this matter and understands that this agreement is a matter of public record and may be disseminated as such.

IT IS SO ORDERED on this the 27 day of August, 2007

Cordell G. Lawrence
Executive Director

Consent to:

This the 15 day of Aug, 2007

Laurence D. Powell, President
Kentucky Mortgage Solutions, LLC.