

## Terms Completed

### ORDER SUMMARY – Case Number: C-07-421

**Name(s):** Noel Francis Coughlin

**Order Number:** C-07-421-08-FO01

**Effective Date:** January 9, 2008

**License Number:** DFI: 44789

**Or NMLS Identifier [U/L]** (Revoked, suspended, stayed, application denied or withdrawn)  
If applicable, you must specifically note the ending dates of terms.

**License Effect:** Denial

**Not Apply Until:** \_\_\_\_\_

**Not Eligible Until:** \_\_\_\_\_

**Prohibition/Ban Until:** June 29, 2012

|  |                    |   |   |      |
|--|--------------------|---|---|------|
| <b>Investigation Costs</b>             | \$                 | Due   | Paid<br><input type="checkbox"/> Y <input type="checkbox"/> N | Date |
|  |                    |   |   |      |
| <b>Fine</b>                            | \$                 | Due   | Paid<br><input type="checkbox"/> Y <input type="checkbox"/> N | Date |
|  |                    |   |   |      |
| <b>Assessment(s)</b>                   | \$                 | Due   | Paid<br><input type="checkbox"/> Y <input type="checkbox"/> N | Date |
|  |                    |   |   |      |
| <b>Restitution</b>                     | \$                 | Due   | Paid<br><input type="checkbox"/> Y <input type="checkbox"/> N | Date |
|  |                    |   |   |      |
| <b>Judgment</b>                        | \$                 | Due   | Paid<br><input type="checkbox"/> Y <input type="checkbox"/> N | Date |
|  |                    |   |   |      |
| <b>Satisfaction of Judgment Filed?</b> |                    | <input type="checkbox"/> Y <input type="checkbox"/> N |   |      |
|  | No. of<br>Victims: |   |   |      |

**Comments:** \_\_\_\_\_

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**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
DIVISION OF CONSUMER SERVICES**

IN THE MATTER OF INVESTIGATING  
the Loan Originator License Application under the  
Mortgage Broker Practices Act of Washington by:

NOEL FRANCIS COUGHLIN,  
Respondent.

NO. C-07-421-08-FO01

FINAL ORDER

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**I. DIRECTOR'S CONSIDERATION**

A. Default. This matter has come before the Director of the Department of  
Financial Institutions of the State of Washington (Director), through his designee, Consumer Services  
Division Director Deborah Bortner, pursuant to RCW 34.05.440(1). On November 28, 2007, the  
Director, through Consumer Services Division Director Deborah Bortner, entered a Statement of  
Charges and Notice of Intention to Enter an Order to Deny License Application and Prohibit from  
Industry (Statement of Charges). A copy of the Statement of Charges is attached and incorporated into  
this order by this reference. The Statement of Charges was accompanied by a cover letter dated  
November 28, 2007, a Notice of Opportunity to Defend and Opportunity for Hearing, and a blank  
Application for Adjudicative Hearing. The Department served the Statement of Charges, cover letter  
dated November 28, 2007, Notice of Opportunity to Defend and Opportunity for Hearing, and blank  
Application for Adjudicative Hearing on Respondent on November 28, 2007 by first class mail and  
Federal Express overnight delivery. On December 4, 2007, the documents sent via Federal Express  
overnight delivery were delivered. The documents sent via first class mail were not returned to the  
Department by the United States Postal Service.

1 Respondent did not request an adjudicative hearing within twenty calendar days after the  
2 Department served him with the Notice of Opportunity to Defend and Opportunity for Hearing, as  
3 provided for in WAC 208-08-050(2).

4 B. Record Presented. The record presented to the Director's designee for her review and  
5 for entry of a final decision included the Statement of Charges, cover letter dated November 28, 2007,  
6 Notice of Opportunity to Defend and Opportunity for Hearing, and blank Application for Adjudicative  
7 Hearing, with documentation of service.

8 C. Factual Findings and Grounds For Order. Pursuant to RCW 34.05.440(1), the  
9 Director's designee hereby adopts the Statement of Charges, which is attached hereto.  
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## 11 II. FINAL ORDER

12 Based upon the foregoing, and the Director's designee having considered the record and  
13 being otherwise fully advised, NOW, THEREFORE:

14 A. IT IS HEREBY ORDERED, That:

- 15 1. Respondent Noel Francis Coughlin's application for a loan originator license is  
16 denied; and
- 17 2. Respondent Noel Francis Coughlin is banned from participation in the conduct of the  
18 affairs of any mortgage broker subject to licensure by the Director, in any manner,  
through June 29, 2012.

19 B. Reconsideration. Pursuant to RCW 34.05.470, Respondent has the right to file a  
20 Petition for Reconsideration stating the specific grounds upon which relief is requested. The Petition  
21 must be filed in the Office of the Director of the Department of Financial Institutions by courier at 150  
22 Israel Road SW, Tumwater, Washington 98501, or by U.S. Mail at P.O. Box 41200, Olympia,  
23 Washington 98504-1200, within ten (10) days of service of the Final Order upon Respondent. The  
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1 Petition for Reconsideration shall not stay the effectiveness of this order nor is a Petition for  
2 Reconsideration a prerequisite for seeking judicial review in this matter.

3 A timely Petition for Reconsideration is deemed denied if, within twenty (20) days from the date  
4 the petition is filed, the agency does not (a) dispose of the petition or (b) serve the parties with a written  
5 notice specifying the date by which it will act on a petition.

6 C. Stay of Order. The Director's designee has determined not to consider a Petition  
7 to Stay the effectiveness of this order. Any such requests should be made in connection with a Petition  
8 for Judicial Review made under chapter 34.05 RCW and RCW 34.05.550.

9 D. Judicial Review. Respondent has the right to petition the superior court for judicial  
10 review of this agency action under the provisions of chapter 34.05 RCW. For the requirements for filing  
11 a Petition for Judicial Review, see RCW 34.05.510 and sections following.

12 E. Service. For purposes of filing a Petition for Reconsideration or a Petition for  
13 Judicial Review, service is effective upon deposit of this order in the U.S. mail, declaration of service  
14 attached hereto.  
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16 DATED this 9<sup>th</sup> day of January 2008.

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18 STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS



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DEBORAH BORTNER  
DIRECTOR  
DIVISION OF CONSUMER SERVICES

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**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
DIVISION OF CONSUMER SERVICES**

IN THE MATTER OF INVESTIGATING  
the Loan Originator License Application under the  
Mortgage Broker Practices Act of Washington by:

NO. C-07-421-07-SC01

NOEL FRANCIS COUGHLIN,  
  
Respondent.

STATEMENT OF CHARGES and  
NOTICE OF INTENTION TO ENTER  
AN ORDER TO DENY LICENSE APPLICATION  
AND PROHIBIT FROM INDUSTRY

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**INTRODUCTION**

Pursuant to RCW 19.146.220 and RCW 19.146.223, the Director of the Department of Financial Institutions of the State of Washington (Director) is responsible for the administration of chapter 19.146 RCW, the Mortgage Broker Practices Act (Act)<sup>1</sup>. After having conducted an investigation pursuant to RCW 19.146.310, and based upon the facts available as of the date of this Statement of Charges, the Director, through his designee, Division of Consumer Services Director Deborah Bortner, institutes this proceeding and finds as follows:

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**I. FACTUAL ALLEGATIONS**

**1.1 Respondent Noel Francis Coughlin (Respondent Coughlin)** submitted an application to the Department of Financial Institutions of the State of Washington (Department) for a loan originator license under Quick Mortgage Services, LLC, a mortgage broker licensed under the Act. The on-line application was received by the Department on or about June 29, 2007.

**1.2 Prior Criminal Acts.** On or about December 17, 1992, Respondent Coughlin was convicted of Rape of a Child 1, a felony, Cause Number 921002042, in Skagit County, Washington.

**1.3 Bankruptcy.** On April 22, 2005, Respondent Coughlin filed for Chapter 7 Bankruptcy protection in the United States Bankruptcy Court for the Eastern District of Washington. On July 25, 2005, Respondent Coughlin was granted a discharge under section 727 of title 11, United States Code, (the Bankruptcy Code).

<sup>1</sup> RCW 19.146 (Amended 2006; Effective January 1, 2007)

1 **1.4 Responses to Application Questions.** The “Criminal Disclosure” section of the loan originator license  
2 application consists of eight questions, and includes the following instruction:

3 “If the answer to any of the following is “YES”, provide complete details of all events or proceedings”  
4 Respondent Coughlin answered “no” to the following questions on the “Criminal Disclosure” section of his  
5 license application:

- 6 • 1-Have you ever been convicted of or plead guilty or nolo contendere (“no contest”) in a  
7 domestic, foreign, or military court to any felony? If Yes, when and where?
- 8 • 2-Have you ever been charged with any felony?

9 The “Financial Disclosure” section of the loan originator license application consists of four questions,  
10 and includes the following instruction:

11 “If the answer to any of the following is “YES”, provide complete details of all events or proceedings”  
12 Respondent Coughlin answered “no” to the following question on the “Financial Disclosure” section of his loan  
13 originator license application:

- 14 • 1-Have you ever filed a personal bankruptcy petition or been the subject of an involuntary  
15 bankruptcy petition?

16 Respondent Coughlin was obligated by statute to answer questions on the loan originator license application  
17 truthfully and to provide the Department with complete details of all events or proceedings.

## 18 **II. GROUNDS FOR ENTRY OF ORDER**

19 **2.1 Prohibited Practices.** Based on the Factual Allegations set forth in Section I above, Respondent  
20 Coughlin is in apparent violation of RCW 19.146.0201(8) and WAC 208-660-500(3)(i) for negligently making  
21 any false statement or willfully making any omission of material fact in connection with any application or any  
22 information filed by a licensee in connection with any application, examination or investigation conducted by  
23 the Department.

24 **2.2 Requirement to Provide Information on License Application.** Based on the Factual Allegations set  
25 forth in Section I above, Respondent Coughlin fails to meet the requirements of RCW 19.146.300(1) and (2)

1 and RCW 19.146.310(1)(b) by failing to provide an accurate and complete license application in the form  
2 prescribed by the Director.

3 **2.3 Requirement to Demonstrate Character and General Fitness.** Based on the Factual Allegations set  
4 forth in Section I above, Respondent Coughlin fails to meet the requirements of RCW 19.146.310(1)(g) and  
5 WAC 208-660-350(2)(a) by failing to demonstrate character and general fitness such as to command the  
6 confidence of the community and to warrant a belief that the business will be operated honestly and fairly  
7 within the purposes of the Act.

### 8 **III. AUTHORITY TO IMPOSE SANCTIONS**

9 **3.1 Authority to Deny Application for Loan Originator License.** Pursuant to RCW 19.146.220(1), the  
10 Director may deny licenses to loan originators. Pursuant to RCW 19.146.310(2) and WAC 208-660-350(7), the  
11 Director shall not issue a loan originator license if the conditions of RCW 19.146.310(1) have not been met by  
12 the applicant, and shall notify the loan originator applicant and any mortgage brokers listed on the application  
13 of the denial.

14 **3.2 Authority to Prohibit from Industry.** Pursuant to RCW 19.146.220(5)(a), the Director may issue  
15 orders removing from office or prohibiting from participation in the conduct of the affairs of a licensed  
16 mortgage broker, or both, any officer, principal, employee, or loan originator of any licensed mortgage broker  
17 or any person subject to licensing under the Act for any violation of RCW 19.146.0201(1) through (9).

### 18 **IV. NOTICE OF INTENTION TO ENTER ORDER**

19 Respondent's violations of the provisions of chapter 19.146 RCW and chapter 208-660 WAC, as set forth  
20 in the above Factual Allegations, Grounds for Entry of Order, and Authority to Impose Sanctions, constitute a basis  
21 for the entry of an Order under RCW 19.146.220, RCW 19.146.221, RCW 19.146.223 and RCW 19.146.310.

22 Therefore, it is the Director's intention to ORDER that:

23 **4.1** Respondent Noel Francis Coughlin's application for a loan originator license be denied.

24 **4.2** Respondent Noel Francis Coughlin be prohibited from participation in the conduct of the affairs of any  
25 mortgage broker subject to licensure by the Director, in any manner, through June 29, 2012.

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**V. AUTHORITY AND PROCEDURE**

This Statement of Charges and Notice of Intention to Enter an Order to Deny License Application and Prohibit from Industry (Statement of Charges) is entered pursuant to the provisions of RCW 19.146.220, RCW 19.146.221, RCW 19.146.223 and RCW 19.146.230, and is subject to the provisions of chapter 34.05 RCW (The Administrative Procedure Act). Respondent may make a written request for a hearing as set forth in the NOTICE OF OPPORTUNITY TO DEFEND AND OPPORTUNITY FOR HEARING accompanying this Statement of Charges.

Dated this 28<sup>th</sup> day of November, 2007.

\_\_\_\_\_  
DEBORAH BORTNER  
Director  
Division of Consumer Services  
Department of Financial Institutions

Presented by:

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ROBERT E. JONES  
Financial Legal Examiner

Approved by:

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FATIMA BATIE  
Financial Legal Examiner Supervisor

