

ORDER SUMMARY – Case Number: C-15-1716

Name(s): Ed Lewis Rounds

Order Number: C-15-1716-17-CO01

Effective Date: 12/8/2017

License Number: NMLS #226810
Or NMLS Identifier [U/L] _____

License Effect: Permanently Surrendered

Not Apply Until: Permanently Prohibited

Not Eligible Until: same

Prohibition/Ban Until: same

Investigation Costs	\$0	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Fine	\$0	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Assessment(s)	\$0	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Restitution	\$0	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Judgment	\$0	Due	Paid <input type="checkbox"/> Y <input type="checkbox"/> N	Date
Satisfaction of Judgment Filed?		<input type="checkbox"/> Y <input type="checkbox"/> N		
	No. of Victims:			

Comments: Must update NMLS disclosures w/in 7 days of effective date.

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

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IN THE MATTER OF DETERMINING ELIGIBILITY
for licensure under the Consumer Loan Act of Washington
and the Mortgage Broker Practices Act of Washington of:

No. C-15-1716-17-CO01

CONSENT ORDER AS TO
ED LEWIS ROUNDS

ED LEWIS ROUNDS,
Mortgage Loan Originator, NMLS #226810,

Respondent.

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COME NOW the Director of the Department of Financial Institutions (Director), through her designee Charles E. Clark, Division Director, Division of Consumer Services, and Ed Lewis Rounds (Respondent), and finding that the issues raised in the above-captioned matter may be economically and efficiently settled, agree to the entry of this Consent Order solely as to Respondent. This Consent Order is entered pursuant to chapter 31.04 of the Revised Code of Washington (RCW), and RCW 34.05.060 of the Administrative Procedure Act, based on the following:

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AGREEMENT AND ORDER

The Department of Financial Institutions, Division of Consumer Services (Department) and Respondent have agreed upon a basis for resolution of the matters alleged in the attached Statement of Charges No. C-15-1716-17-SC01 (Statement of Charges), entered May 16, 2017. Pursuant to chapter 31.04 RCW, the Consumer Loan Act (Act), and RCW 34.05.060 of the Administrative Procedure Act, Respondent hereby agrees to the Department's entry of this Consent Order. The parties intend this Consent Order to fully resolve the Statement of Charges as to Respondent, and agree that Respondent does not admit any wrongdoing by its entry. In consideration of the terms of this Consent Order Respondent agrees not to contest the Statement of Charges.

Based upon the foregoing:

A. Jurisdiction. It is AGREED that the Department has jurisdiction over the subject matter of the activities discussed herein.

1 **B. Waiver of Hearing.** It is AGREED that Respondent has been informed of the right to a hearing before
2 an administrative law judge, and hereby waives his right to a hearing and any and all administrative and judicial
3 review of the issues raised in this matter, or of the resolution reached herein. Accordingly, Respondent, by his
4 signature below, withdraws his appeal to the Office of Administrative Hearings.

5 **C. Mortgage Loan Originator License Surrender.** It is AGREED that in lieu of the license revocation
6 sought in the Statement of Charges, the Department will accept Respondent's voluntary and permanent surrender
7 of his mortgage loan originator license. It is FURTHER AGREED and ORDERED that Respondent shall
8 surrender his mortgage loan originator license electronically via NMLS upon entry of this Consent Order.

9 **D. Prohibition.** It is AGREED and ORDERED that Respondent is permanently prohibited from
10 participating, in any manner or capacity whatsoever, in the conduct of the affairs of any consumer loan or
11 mortgage broker company licensed by the Department or subject to licensure or regulation by the Department.

12 **E. Update NMLS Disclosures.** It is AGREED and ORDERED that within seven (7) days of the entry of
13 this Consent Order, Respondent shall update his NMLS registration, #226810, to report all events requiring
14 disclosure, including his criminal conviction, the Statement of Charges, and this Consent Order.

15 **F. Change of Address.** It is AGREED and ORDERED that for one year, unless otherwise agreed to in
16 writing by the Department, Respondent shall provide the Department with a mailing address and telephone
17 number at which he can be contacted. It is FURTHER AGREED and ORDERED that within fifteen days of any
18 change to his mailing address or telephone number, Respondent shall notify the Department of the changes.

19 **G. Non-Compliance with Order.** It is AGREED that Respondent understands that failure to abide by the
20 terms and conditions of this Consent Order may result in further legal action by the Director. In the event of such
21 legal action, Respondent may be responsible to reimburse the Director for the state's costs and expenses in
22 pursuing such action, including attorney fees, and for prosecuting violations of the Act.

23 **H. Voluntarily Entered.** It is AGREED that Respondent has voluntarily entered into this Consent Order,
24 which is effective when signed by the Director's designee.

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1 **I. Completely Read, Understood, and Agreed.** It is AGREED that Respondent has completely read this
2 Consent Order in its entirety and fully understands and agrees to all of the same.

3 **RESPONDENT:**

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5 /s/ Ed Lewis Rounds

_____ 11-27-17
Date

7 **DO NOT WRITE BELOW THIS LINE**

8 THIS ORDER ENTERED THIS 8th DAY OF DECEMBER, 2017.

9 _____
10 /s/ CHARLES E. CLARK
11 Director, Division of Consumer Services
12 Department of Financial Institutions

15 Presented by:

Approved by:

16 _____
17 /s/ ANTHONY W. CARTER
18 Senior Legal Examiner
19 Consumer Services Enforcement Unit
20 Department of Financial Institutions

_____ /s/
STEVEN C. SHERMAN
Enforcement Chief
Consumer Services Enforcement Unit
Department of Financial Institutions

1 **STATE OF WASHINGTON**
2 **DEPARTMENT OF FINANCIAL INSTITUTIONS**
3 **DIVISION OF CONSUMER SERVICES**

4 IN THE MATTER OF DETERMINING ELIGIBILITY
for licensure under the Consumer Loan Act of
Washington and the Mortgage Broker Practices Act of
Washington of:

5 ED LEWIS ROUNDS,
6 Mortgage Loan Originator, NMLS #226810,

7 Respondent.

No. C-15-1716-17-SC01

STATEMENT OF CHARGES and
NOTICE OF INTENT TO ENTER AN
ORDER TO REVOKE LICENSE,
PROHIBIT FROM INDUSTRY, and
COLLECT INVESTIGATION FEE

8 **INTRODUCTION**

9 Pursuant to RCW 31.04.093 and RCW 31.04.165, the Director of the Washington State
10 Department of Financial Institutions (Director) is responsible for the administration of chapter 31.04
11 RCW, the Consumer Loan Act (CLA). Pursuant to RCW 19.146.220 and RCW 19.146.223, the
12 Director is also responsible for the administration of chapter 19.146 RCW, the Mortgage Broker
13 Practices Act (MBPA). Having conducted an investigation pursuant to both the CLA and the MBPA
14 (the Acts), and based upon the facts available as of the date of this Statement of Charges, the Director,
15 through her designee, Division of Consumer Services Director Charles E. Clark, institutes this
16 proceeding and finds as follows:

17 **I. FACTUAL ALLEGATIONS**

18 **1.1 Ed Lewis Rounds (Respondent)** was licensed by the Washington State Department of Financial
19 Institutions (Department) to conduct business as a Mortgage Loan Originator (MLO) on or about June
20 10, 2010, and has been continuously licensed to date.

21 **1.2 Indictment and Conviction for [REDACTED]**. On or about January 26, 2017, Respondent
22 was indicted by a federal grand jury for [REDACTED]
23 [REDACTED] in violation of [REDACTED] United States Code, [REDACTED]. On or about March 23, 2017,
24 Respondent pled guilty to the charge of [REDACTED].

1 **1.3 On-Going Investigation.** The Department's investigation into this matter is on-going.

2 **II. GROUNDS FOR ENTRY OF ORDER**

3 **2.1 Requirement of No Felony Convictions.** Based on the Factual Allegations set forth in Section I
4 above, Respondent's guilty plea to felony [REDACTED] provides grounds for the Director to enter an order
5 revoking Respondent's MLO license and prohibiting Respondent from the mortgage industry.

6 **III. AUTHORITY TO IMPOSE SANCTIONS**

7 **3.1 Authority to Revoke MLO License.** Pursuant to RCW 31.04.093(3)(c) of the CLA, the Director
8 may revoke a MLO license if a fact or condition exists that, if it had existed at the time of the original
9 application for the MLO license, would have allowed the Department to deny the application for the
10 original MLO license.

11 **3.2 Authority to Prohibit from the Industry.** Pursuant to RCW 31.04.093(6)(b) of the CLA, and
12 RCW 19.146.220(4)(c) of the MBPA, the Director may issue an order prohibiting from participation in
13 the affairs of any licensee any person subject to licensure under the Acts for the conviction of a felony.

14 **3.3 Authority to Collect Investigation Fee.** Pursuant to RCW 31.04.145(3) of the CLA, and RCW
15 19.146.228(2) of the MBPA, the Director may charge and collect an investigation fee, calculated at the
16 rate of at least \$48 per hour, which each staff person devoted to the investigation.

17 **IV. NOTICE OF INTENT TO ENTER ORDER**

18 Respondent's failure to meet the MLO licensing requirements of the CLA and MBPA, as set forth
19 in the above Factual Allegations, Grounds for Entry of Order, and Authority to Impose Sanctions
20 constitute a basis for the entry of an Order both the CLA and the MBPA. Therefore, it is the Director's
21 intent to ORDER that:

22 **4.1** Respondent Ed Lewis Rounds' license to conduct the business of a mortgage loan
23 originator be revoked.

24 **4.2** Respondent Ed Lewis Rounds be prohibited from participation in the conduct of the
affairs of any consumer loan company or mortgage broker subject to licensure by the

1 Department, in any manner, until Respondent meets the licensing eligibility requirements
2 of the CLA or the MBPA.

3 **4.3** Respondent Ed Lewis Rounds pay an investigation fee. As of the date of this Statement
4 of Charges the investigation fee totals \$500.

5 **V. AUTHORITY AND PROCEDURE**

6 This Statement of Charges is entered pursuant to the provisions of RCW 31.04.093 of the CLA and
7 RCW 19.146.220 of the MBPA, and is subject to the provisions of the Administrative Procedure Act,
8 Chapter 34.05 RCW. Respondent may make a written request for a hearing as set forth in the NOTICE
9 OF OPPORTUNITY FOR ADJUDICATIVE HEARING AND TO DEFEND accompanying this
10 Statement of Charges.

11 Dated this 16th day of May, 2017.

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13 /s/
14 CHARLES E. CLARK
15 Director, Division of Consumer Services
16 Department of Financial Institutions

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18 Presented by:

Approved by:

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20 /s/
21 ANTHONY W. CARTER
22 Senior Legal Examiner

23 /s/
24 STEVEN C. SHERMAN
Enforcement Chief