

SAFE Mortgage Loan Originator Test – State Component
ILLINOIS Content Outline
(50 scored test questions; 10 unscored test questions)
December 20, 2011

****PLEASE READ CAREFULLY****

Legislative Updates

Federal and state legislative changes may occur throughout the test administration cycle. Candidates should answer test questions based on the statutes, regulations and rules in effect as of January 18, 2012.

Candidates are responsible for keeping abreast of changes made to the applicable federal and state statutes, regulations and rules regardless of whether they appear on this outline or the test.

- I. Illinois Department of Financial and Professional Regulation- Division of Banking (5%)**
 - A. IDFP – Division of Banking
 - B. Director’s Office
 - C. Responsibilities and limitations

- II. Illinois Law and Regulation Definitions (15%)**
 - A. Residential Mortgage License Act of 1987 (RMLA)
 - B. Other Illinois Law and Regulation Definitions
 - 1. High Risk Home Loan Act (P.A. 93-561)
 - 2. Residential Real Property Disclosure Act (SB 1167)
 - 3. Good Funds Act of Illinois
 - C. Best practices or general knowledge

- III. License Law and Regulation (20%)**
 - A. Persons required to be licensed
 - 1. In state
 - 2. Exemptions
 - B. Licensee qualifications and application process
 - 1. Financial responsibility (surety bond)
 - 2. Background check and fingerprints (criminal check; credit report)
 - 3. Pre-licensing education and experience
 - 4. Testing and retesting
 - C. Grounds for denying a license
 - 1. Criminal convictions
 - 2. Previous revocation
 - 3. Prohibition

- D. License maintenance
 - 1. Continuing education
 - 2. Personal information updates and required notifications
 - 3. Renewal
 - 4. Record keeping and reporting
 - 5. Suspension and reinstatement

- IV. Compliance (50%)**
 - A. Prohibited conduct and practices
 - B. Required conduct
 - C. Fees and charges
 - D. Disclosures and agreements
 - E. Advertising

- V. Disciplinary Action (10%)**
 - A. Notifications, hearings, and appeals
 - B. Suspension, revocation, and rescission of licenses
 - C. Penalties/fines
 - D. Civil and criminal liability

OK per maintenance committee with no changes- 12.11

Illinois State Test Component Reference List A number of references and resources are used to develop the SAFE Mortgage Loan Originator Test. The following list is intended to be used as a guide to help candidates prepare for the test component; however, it is not intended to be an all-inclusive list.

- Illinois Residential Mortgage License Act of 1987, Article VII (“Mortgage Loan Originator License Required”)
- Illinois Residential Mortgage License Act of 1987, Articles I – VI
- Rules of the Illinois Residential Mortgage License Act of 1987, Subparts G – N
- Illinois High Risk Home Loan Act
- Illinois Office of Banks and Real Estate Act
- Illinois Title Insurance Act
- Illinois Real Estate Appraiser Licensing Act of 2002
- Illinois Anti-Predatory Lending Database
- Illinois Compiled Statutes, 735 ILCS 5 and 765 ILCS 77 (Residential Real Property Disclosure Act)
- Administrative Code of Illinois, Section 1050.370