

SAFE Mortgage Loan Originator Test
Michigan State Component
Content Outline
50 scored test questions; 10 unscored test questions

- I. Office of Financial and Insurance Regulation (5%)**
 - A. Regulatory authority
 - B. Department/agency structure
 - C. Responsibilities

- II. State Law and Regulation Definitions (10%)**
 - A. Mortgage Loan Originators Licensing Act
 - B. Secondary Mortgage Loan Act
 - C. Consumer Financial Services Act
 - D. Consumer Mortgage Protection Act
 - E. Mortgage Lending Practices
 - F. Mortgage Brokers, Lenders, and Servicers Licensing Act (MBLSLA)

- III. License Law and Regulation (25%)**
 - A. Persons required to be licensed
 - 1. Covered individuals and entities
 - 2. Exempt individuals and entities
 - B. Licensee qualifications and application process
 - 1. Financial responsibility (surety bond, net worth, or recovery fund)
 - 2. Background check and fingerprints (criminal check; credit report)
 - 3. Pre-licensing education and experience
 - 4. Testing and retesting
 - C. Grounds for denying license
 - 1. Criminal convictions
 - 2. Previous revocation
 - 3. Prohibition
 - 4. Failure to meet other minimum qualifications
 - 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 of licenses, or prohibition of individuals
- C. Penalties/fines
- D. Civil and criminal liability
- E. Cease and desist orders and injunctions

Michigan 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.

- Mortgage Loan Originator Licensing Act 75 of 2009 [MCL 493.131; 493.133; 493.135; 493.137; 493.139; 493.141; 493.143; 493.145; 493.147; 493.151; 493.155; 493.157; 493.159; 493.165]
- Mortgage Brokers, Lenders, and Servicers Licensing Act 173 of 1987 [MCL 445.1651; 445.1652; 445.1653; 445.1654; 445.1656; 445.1661; 445.1666; 445.1671; 445.1672; 445.1673; 445.1675; 445.1679]
- Mortgage Lending Practices Act 135 of 1977 [MCL 445.1602; 445.1603]
- Consumer Mortgage Protection Act 660 of 2002 [MCL 445.1634; 445.1635; 445.1636]
- Secondary Mortgage Loan Act 125 of 1981 [MCL 493.51; 493.56; 493.72; 493.75]
- Interest Rates Act 326 of 1966 [MCL 438.31c (2)(c)]