

**SAFE Mortgage Loan Originator Test
Michigan State Component**

Content Outline

August 20, 2009

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

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