

SAFE Mortgage Loan Originator Test – State Component
District of Columbia Content Outline
(50 scored test questions; 10 unscored test questions)
September 25, 2009

- I. District of Columbia Department of Insurance, Securities and Banking (DISB) (5%)**
 - A. Regulatory authority
 - B. Department and agency structure
 - C. Responsibilities and limitations

- II. District Law and Regulation Definitions (10%)**
 - A. Mortgage Lender and Broker Act of 1996 as amended by Mortgage Lender and Broker Amendment Act of 2009 (DC Law 18-38; 56 DC Reg 4290)

- III. License Law and Regulation (20%)**
 - A. Persons required to be licensed
 - 1. 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. Clean Hands certificate
 - 5. Testing and retesting
 - 6. Sponsorship
 - 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
 - E. Examination Authority

- IV. Compliance (50%)**
 - A. Prohibited conduct and practices
 - B. Required conduct
 - C. Fees and charges
 - D. Disclosures and agreements
 - 1. District of Columbia Financing Agreement
 - 2. Non-conventional Mortgage Disclosure

E. Advertising

V. Disciplinary Action (10%)

- A. Notifications, hearings, and appeals
- B. Suspension, revocation, and rescission of licenses
- C. Penalties and fines
- D. Civil liability

VI. District Test Areas (5%)

- A. Escrow Account
- B. Home Loan Protection Act