

**UNITED STATES OF AMERICA  
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
OFFICE OF ADMINISTRATIVE LAW JUDGES**

In the Matter of:	)	
	)	
Founders Mortgage, Inc.,	)	HUDALJ 10-E-148-MR/95
	)	
Respondent.	)	
	)	

**ORDER GRANTING MOTION TO DISMISS**

The Mortgagee Review Board of the United States Department of Housing and Urban Development (“the Government”) filed a Notice of Administrative Action dated June 18, 2010, initiating this matter and withdrawing Respondent’s HUD/FHA approval for one year. Respondent appealed the Government’s action on June 21, 2010. The undersigned issued a Notice of Hearing and Prehearing Order, scheduling the hearing for July 20, 2010. On July 8, 2010, the parties requested a thirty day stay, which the undersigned granted.

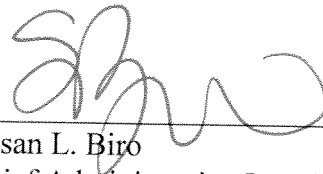
On July 30, 2010, the Government filed a Motion to Dismiss, in which it represents that the parties have executed a Settlement Agreement “fully resolving the withdrawal of [Respondent’s] FHA approval.” The Government attached a copy of the Settlement Agreement between the Government and Respondent Founders Mortgage, Inc. (FHA ID/Mortgagee ID: 17959-0000-7 (Title 2)<sup>1</sup>), as represented by its President, James H. Goodman, Jr., and dated July 27, 2010. The Settlement Agreement attests, *inter alia*, that Respondent agrees to pay a civil money penalty in the amount of \$7,500 and provide the Government with audit documents identical to those used in the effort to resolve the issues set forth in the Notice. The Government agrees to process the reinstatement of Respondent’s FHA approval upon the Agreement’s execution.

Section 202 of the National Housing Act of 1934 provides that “[t]he Board may at any time enter into a settlement agreement with a mortgagee to resolve any outstanding grounds for an action.” 12 U.S.C. § 1708(c)(3)(E).

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<sup>1</sup> In the caption of its Motion to Dismiss, the Government writes “Mortgagee ID: 77801-0000-3.” However, in its Notice of Administrative Action addressed to Founders Mortgage, Inc., the Government wrote “FHA ID: 17959-0000-7.” Because the former ID Number was already assigned to a mortgagee in another case, the undersigned presumes the latter ID Number to belong to Founders Mortgage, Inc. *See, In the Matter of Clayson-Mitchell Mortgage Services, L.C.*, HUDALJ 10-E-155-MR/102 (July 20, 2010).

It is hereby **ORDERED** that this matter involving Respondent Founders Mortgage, Inc., FHA ID/Mortgagee ID: 17959-0000-7 (Title 2), is **DISMISSED** due to the parties' execution of a Settlement Agreement dated July 27, 2010.



Susan L. Biro  
Chief Administrative Law Judge<sup>2</sup>

Dated: August 3, 2010  
Washington, D.C.

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<sup>2</sup> The Administrative Law Judges of the United States Environmental Protection Agency. are authorized to hear cases pending before the United States Department of Housing and Urban Development pursuant to an Interagency Agreement in effect beginning March 4, 2010.