

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF: LUCITA ZAMORAS

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File No. C1800221

FINAL ORDER OF PROHIBITION

TO THE RESPONDENT: Lucita Zamoras
24. S Aberdeen St.
Unit 2S
Chicago, Illinois 60607-2545

WHEREAS, the above-captioned matter came on to be heard on April 8, 2019 pursuant to the Notice of Hearing dated February 8, 2019, served on the Respondents by Petitioner Secretary of State, and the record of the matter under the Illinois Securities Law of 1953 [815 ILCS 5] ("the Act") has been reviewed by the Secretary of State or his duly authorized representative.

WHEREAS, the rulings of the Hearing Officer on the admission of evidence and all motions are deemed proper and are hereby concurred with by the Secretary of State.

WHEREAS, the proposed Findings of Fact, Conclusions of Law and Recommendations of the Hearing Officer, James Kopecky, in the above captioned matter have been read and examined.

WHEREAS, the following proposed Findings of Fact of the Hearing Officer are hereby adopted as the Findings of Fact of the Secretary of State:

FINDINGS OF FACT

1. The Department properly served the Respondent with the Notice of Hearing.
2. The Respondent did not appear and did not file an answer or other responsive pleading.
3. Respondent Lucita Zamoras is, or was, the owner of Cornerstone Home Solutions, ("Company"), a Corporation with a last known address of 24 South

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Aberdeen Street, Unit 2S, Chicago, Illinois 60607-2545. Respondent's last known address is 24 South Aberdeen Street, Unit 2S, Chicago, Illinois 60607-2545.

4. On or around March 30, 2015, Investor Zenaida M. Brosas ("ZB"), upon solicitation from Respondent, wrote a check payable to Cornerstone Home Solutions for the amount of \$344,000.
5. On March 10, 2015, ZB was issued a promissory note from Cornerstone Home Solutions promising to pay ZB back the entire principal of \$344,000 in addition to 10% annual interest. The note was to come due on April 30, 2025.
6. An additional term of the Note required that any interest earned on the Note would be used to pay for interest owed on a loan that ZB took out against an Allianz life insurance policy that ZB owned.
7. Respondent, on at least one occasion, in 2018, did not pay the annual interest owed on the Allianz life insurance policy and allowed \$37,324.99 to accumulate to ZB's Allianz loan balance.
8. Not paying ZB's insurance premiums with the annual interest owed on the first promissory note constitutes a scheme to defraud ZB of the use of note proceeds that ZB was promised.
9. The Illinois Securities Department for the Secretary of State has checked its records and has not found any record of Respondent registering as a Securities Dealer prior to her selling ZB the promissory note.

CONCLUSIONS OF LAW

1. The Department properly served the Notice of Hearing.
2. The Notice of Hearing included the information required under Section 1102 of the Code.
3. The Secretary of State has jurisdiction over the subject matter pursuant to the Act.
4. Because Respondent failed to file a timely answer or other responsive pleading in accordance with Section 1104:
 - (a) the allegations contained in the Notice of Hearing are deemed admitted;
 - (b) Respondent waived her right to a hearing;
 - (c) Respondent is subject to an Order of Default.

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5. Because Respondent failed to appear at the time and place set for hearing, in accordance with Section 1109, she:
 - (a) waived her right to present evidence, argue, object or cross examine witnesses; or
 - (b) otherwise participate at the hearing.
6. §12(I) of the Act prohibits the employing of any device, scheme or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
7. §8(A) of the Act requires, inter alia, that every dealer shall be registered as such with the Secretary of State.
8. §12(C) of the Act makes it a violation to, inter alia, act as a dealer unless registered as such where such registration is required.
9. §12(D) of the Act makes it a violation to, inter alia, fail to file with the Secretary of State any application required to be filed under the provisions of this Act.
10. §12(A) of the Act prohibits the offering or selling of any security except in accordance with the provisions of the Act.
11. By virtue of the foregoing, Respondent has violated §12(I) of the Act.
12. By virtue of the foregoing, Respondent has violated §§12(A), (C), (D) of the Act.

RECOMMENDATION

The Secretary of State accepts the proposed recommendations and remedies from the Hearing Officer:

1. An Order of Default shall be entered against Respondent and that the facts alleged in the Notice of Hearing, as amended, be deemed admitted.
2. An Order shall be entered against Respondent in the form of a permanent order of prohibition against her prohibiting her from offering, advising the sale of, and selling securities in the State of Illinois.

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NOW THEREFORE, IT IS HEREBY ORDERED THAT:

1. An Order of Default is entered against Respondent and that the facts alleged in the Notice of Hearing, as amended, be deemed admitted.
2. An Order is entered against Respondent in the form of a permanent order of **PROHIBITION** against her prohibiting her from offering, advising the sale of, and selling securities in the State of Illinois.

Dated: This 24th day of August 2020



JESSE WHITE
Secretary of State
State of Illinois

Date of Mailing: 25th day of August 20 20

NOTICE: Failure to comply with the terms of this Order shall be a violation of Section 12.D of the Illinois Securities Law of 1953, as amended, 815 ILCS 5/1 et seq. (the "Act"). Any person or entity who fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of this Order, shall be guilty of a Class 4 felony.

This is a Final Order subject to judicial review pursuant to the Administrative Review Law, 735 ILCS 5/3-101 et seq. and the Rules and Regulations of the Act (14 Ill. Admin. Code, Ch. I, Sec. 130.1123. Any action for judicial review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review. Mailing of this Order to the Respondent or representative of record constitutes service of the Order.

Attorney for the Secretary of State:

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