



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC MAKES PUBLIC AUGUST 1990 ENFORCEMENT ACTIONS

The Federal Deposit Insurance Corporation today released a list of orders of administrative enforcement actions taken against banks and individuals in August of 1990.

The FDIC processed a total of 22 final orders in August. These included: 10 cease-and-desist orders, one termination of cease-and-desist order, three terminations of notice to primary regulator (initiation of insurance termination proceedings), three modifications of cease-and-desist order, one notice of charges and of hearing, one call report penalty, one civil money penalty, and two removal and prohibition orders.

The Financial Institutions Reform, Recovery and Enforcement Act of 1989 (FIRREA) requires federal banking agencies to make available to the public any final enforcement orders issued, modified or terminated subsequent to FIREEA's enactment on August 9, 1989.

Enforcement actions are used by the FDIC to ensure the safety and soundness of the insurance fund and, ultimately, the banking system. Generally, orders are issued with the intent of putting a stop to unsafe or unsound practices. The orders are terminated when the appropriate corrective action is taken or the institution closes. If an individual or institution does not consent to such orders, a full administrative hearing is held.

A list of the orders made publicly today is attached. The orders relating to the 22 enforcement actions for August 1990 are available for inspection Monday through Friday, 2 to 4 p.m., in the FDIC's Publications Office, Room 7118, 550 17th Street, N.W., Washington, D.C. 20429.

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