



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-97-91 (6-28-91)

FDIC MAKES PUBLIC MAY 1991 ENFORCEMENT ACTIONS

The Federal Deposit Insurance Corporation today released a list of orders of administrative enforcement actions taken against banks and individuals in May of 1991.

The FDIC processed a total of 37 final orders in May. These included six cease-and-desist orders, one removal and prohibition order, nine call report penalties, 14 terminations of cease-and-desist orders, five terminations of notice to primary regulator (initiation of insurance termination proceedings), one voluntary termination of insurance, and one termination of charges and hearing.

The Financial Institutions Reform, Recovery, and Enforcement Act of 1989 (FIRREA) requires federal banking agencies to make available to the public any final enforcement actions taken, modified or terminated subsequent to FIRREA'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 public today is attached. The orders relating to enforcement actions 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.

###