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UNITED STATES OF AMERICA
Before The
OFFICE OF THRIFT SUPERVISION

In the Matter of :)	
)	
RONALD E. DOERGE)	Re: Resolution No. CHI-91-17
)	
Former Director and)	Dated: September 26, 1991
Institution-Affiliated)	
Party of:)	
)	
Saline Valley First Federal)	
Savings and Loan Association,)	
Harrisburg, Illinois)	
)	

STIPULATION AND CONSENT TO ISSUANCE OF
ORDER TO CEASE AND DESIST FOR RESTITUTION

The Office of Thrift Supervision ("OTS"), by and through its Regional Director for the Central Region, and Ronald E. Doerge ("Doerge"), former director of Saline Valley First Federal Savings and Loan Association, Harrisburg, Illinois ("Saline Valley"), hereby stipulate and agree as follows:

1. Consideration. The OTS, based upon information reported to it, is of the opinion that grounds exist to initiate an administrative cease and desist proceeding for restitution against Doerge pursuant to 12 U.S.C. §1818(b). Doerge desires to avoid the time and expense of such administrative litigation and, without admitting or denying that such grounds exist, hereby stipulates and agrees to the following terms in consideration of the forbearance by the OTS from initiating such administrative cease and desist proceedings for restitution against him. Doerge, without trial, presentation of any evidence, or findings of fact pursuant to an administrative judicial hearing, has consented to the terms of the Stipulation for the sole purpose of resolving the issues in this matter without significant legal cost and expense. The OTS has determined that it is appropriate, and in the best interest of the public to execute the Stipulation and the attached Order to Cease and Desist for Restitution ("Order"). This Stipulation and the attached Order are issued solely to settle this matter, and are not the result of factual findings.

2. Jurisdiction. The OTS is of the opinion that:

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(a) Saline Valley was, at all times relevant to this Stipulation, a "savings association" within the meaning of 12 U.S.C. §§1462(4) AND 1813(b). Accordingly, Saline Valley was an "insured depository institution" as that term is defined in 12 U.S.C. §1813(c)(2).

(b) Until August 9, 1989, the accounts of Saline Valley were insured by the Federal Savings and Loan Insurance Corporation ("FSLIC") pursuant to 12 U.S.C. §1726(b) (repealed), by reason of which it was an "insured institution".

(c) As of August 9, 1989, pursuant to the provisions of Financial Institutions Reform, Recovery, and Enforcement Act of 1989, the insurance of the accounts of Saline Valley was transferred to the Federal Deposit Insurance Corporation ("FDIC").

(d) Until August 9, 1989, the Federal Home Loan Bank Board ("FHLBB"), as operating head of the FSLIC, was the regulatory agency with jurisdiction over Saline Valley and persons participating in the conduct of its affairs, including Doerge, pursuant to 12 U.S.C. §§1726 and 1730 (repealed).

(e) As of August 9, 1989, pursuant to 12 U.S.C. §1813(q)(4), the OTS succeeded to the interests of the FHLBB with respect to the supervision and regulation of all savings associations, and thus became the "appropriate Federal banking agency" with jurisdiction over Saline Valley and persons participating in the conduct of the affairs of Saline Valley.

(f) The Director of the OTS has the authority to bring administrative cease and desist proceedings for restitution against persons participating in the conduct of the affairs of Saline Valley and institution-affiliated parties pursuant to 12 U.S.C. §1818(b).

(g) Doerge was a director of Saline Valley at all times relevant to this matter. Accordingly, Doerge is an "institution-affiliated party" as that term is defined in 12 U.S.C. §1813(u), and as such, is subject to the authority of the OTS to initiate and maintain cease and desist proceedings pursuant to 12 U.S.C. §1818(b).

3. Consent. Without admitting or denying the need or basis therefore, Doerge consents to the issuance by the OTS of the accompanying Order to Cease and Desist for Restitution ("Order"), a copy of which is attached hereto and incorporated as Exhibit A. He further agrees to comply with its terms upon issuance and stipulates that the Order complies with all requirements of 12 U.S.C. §§1730(e) (repealed) and 1818(b).

4. Finality. The Order is issued under 12 U.S.C. §1818(b). Upon its issuance by the Regional Director for the Central Region, it shall be a final order, effective and fully

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Saline Valley First Federal)
Savings and Loan Association,)
Harrisburg, Illinois)

Re: Resolution No. CHI-91-17

Dated: September 26, 1991

ORDER TO CEASE AND DESIST FOR RESTITUTION

WHEREAS, Ronald E. Doerge ("Doerge") has executed a Stipulation and Consent to Issuance of Order to Cease and Desist for Restitution ("Stipulation"), which is incorporated herein by reference and is accepted and approved by the Office of Thrift Supervision ("OTS"), acting through its Regional Director for the Central Region; and

WHEREAS, without admitting or denying that grounds exist, Doerge has consented and agreed in the Stipulation to the issuance of this Order to Cease and Desist for Restitution ("Order"), pursuant to 12 U.S.C. §1818(b);

NOW THEREFORE, IT IS ORDERED THAT:

1. Doerge shall pay the sum of \$485.00 to Bank South, Federal Savings Bank, Harrisburg, Illinois ("Bank South") as restitution. Payment of the restitution shall be made in twelve (12) monthly installments, beginning on the 15th day of November, 1991, with subsequent payments due on the 15th day of each of the following eleven (11) months thereafter. Each payment shall be made by tendering to

Bank South a certified check made payable to Bank South.

2. This Order shall become effective on the date it is issued.

OFFICE OF THRIFT SUPERVISION

/S/

BY:

Stuart M. Brafman
Regional Director
Central Region

DATE:

9/26/91