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UNITED STATES OF AMERICA  
Before The  
OFFICE OF THRIFT SUPERVISION

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In the Matter of :  
RONALD E. DOERGE  
Former Director and  
Institution-Affiliated  
Party of:  
Saline Valley First Federal  
Savings and Loan Association,  
Harrisburg, Illinois  
\_\_\_\_\_

Re: Resolution No. CHI-91-18  
Dated: September 26, 1991

STIPULATION AND CONSENT TO ISSUANCE OF  
ORDER OF PROHIBITION

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 prohibition proceeding against Doerge pursuant to 12 U.S.C. §1818(e). 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 prohibition litigation 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 of Prohibition ("Order"). This Stipulation and the attached Order are issued solely to settle this matter, and are not the result of factual findings.

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

(a) Saline Valley was, at all times relevant to this Stipulation, a "savings association" within the meaning of 12 U.S.C. §§1813(b) and 1462(4). 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Valley were insured by the Federal Savings and Loan Insurance Corporation ("FSLIC") pursuant to 12 U.S.C. §1726(b) (repealed), by reason of which it was an "insured institution".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 the 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 prohibition proceedings against persons participating in the conduct of the affairs of Saline Valley and institution-affiliated parties pursuant to 12 U.S.C. §§1464(d)(1)(A) and 1818(e).

(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 prohibition proceedings pursuant to 12 U.S.C. §1818(e).

3. Consent. Without admitting or denying the need or basis therefor, Doerge consents to the issuance by the OTS of the accompanying Order of Prohibition ("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(g) (repealed) and 1818(e).

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

5. Waivers. Doerge waives his right to a notice of intention to prohibit and the administrative hearing provided by 12 U.S.C. §1818(e), and further waives any right to seek judicial review of the Order, including any such right provided by 12 U.S.C. §1818(h), or otherwise to challenge the validity of the Order.

WHEREFORE, in consideration of the foregoing and intending to be legally bound hereby, the Regional Director for the Central Region, on behalf of the OTS, and Doerge execute this Stipulation and Consent to Issuance of Order of Prohibition.

OFFICE OF THRIFT SUPERVISION

RONALD E. DOERGE

/S/

/S/

BY:

Stuart M. Braiman  
Regional Director  
Central Region

Ronald E. Doerge

Date:

9/26/91

Date:

9/4/91

UNITED STATES OF AMERICA  
Before The  
OFFICE OF THRIFT SUPERVISION

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In the Matter of: )

RONALD E. DOERGE )

Former Director and )  
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Party of: )

Saline Valley First Federal )  
Savings and Loan Association, )  
Harrisburg, Illinois )  
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Re: Resolution No. CHI-91-18

Dated: September 26, 1991

ORDER OF PROHIBITION

WHEREAS, Ronald E. Doerge ("Doerge") has executed a Stipulation and Consent to Issuance of Order of Prohibition ("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 of Prohibition ("Order"), pursuant to 12 U.S.C. §1818(e);

NOW THEREFORE, IT IS ORDERED THAT:

1. Doerge is prohibited from further participation, in any manner, in the conduct of the affairs of Saline Valley First Federal Savings and Loan Association, Harrisburg, Illinois, and any of its service corporations, subsidiaries, and successors, including but not limited to Bank South, Federal Savings Bank, Harrisburg, Illinois.

2. Without the prior written approval of the Regional Director of the Central Region of the OTS and, if appropriate, another Federal financial institutions regulatory agency, Doerge may not act as a director for, hold any office in, or participate in any manner in the conduct of the affairs of any institution(s) or other entity as set forth in 12 U.S.C.

