

UNITED STATES OF AMERICA
Before The
OFFICE OF THRIFT SUPERVISION

IN THE MATTER OF
LIFE SAVINGS BANK
SAN BERNARDINO, CA

Re: Resolution No. SF-91-007
Dated: February 28, 1991

STIPULATION AND CONSENT TO ISSUANCE OF
ORDER OF CIVIL MONEY PENALTY ASSESSMENT

The Office of Thrift Supervision ("OTS"), by and through the Regional Director for the Western Region and Life Savings Bank ("Life") 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 civil money penalty assessment proceeding against Life pursuant to 12 U.S.C. 1818(i)(2)(A)(i). Life desires to cooperate with the OTS and 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 civil money penalty assessment proceeding against Life with respect to the following matters:

Violation of the loans-to-one borrower limitations as discussed in 12 C.F.R. 563.93 on two separate occasions.

2. Jurisdiction.

(a) Life Savings Bank, 1598 E. Highland Avenue, San Bernardino, California, 92404, is a "savings association" within the meaning of Section 3 of the Federal Deposit Insurance Act ("FDIA") and Section 2 of the Homeowners' Loan Act of 1933, as amended by the Financial Institutions Reform, Recovery, and Enforcement Act of 1989 ("FIRREA"), Pub. L. No. 101-73, 103 Stat. 183. Accordingly it is an "insured depository institution" as that term is defined in Section 3(c) of the FDIA, as amended by FIRREA (to be codified at 12 U.S.C. § 1813(c)).

(b) Pursuant to Section 3 of the FDIA, as amended by FIRREA, OTS is the "appropriate Federal banking agency" to maintain civil money penalty assessment proceedings against such savings association. Therefore, Life is subject to the authority of OTS to initiate and maintain the assessment of a civil money penalty pursuant to 12 U.S.C. 1818(i)(2)(A)(i).

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WHEREAS, Life Savings Bank has executed a Stipulation and Consent to Issuance of Order of Civil Money Penalty Assessment, which is incorporated herein by reference ("Stipulation") and is accepted and approved by the Office of Thrift Supervision ("OTS") acting through the Regional Director for the West Region; and

WHEREAS, Life Savings Bank, in the Stipulation, has consented to the issuance of this Order of Civil Money Penalty Assessment pursuant to 12 U.S.C. 1818(i)(2)(A)(i).

NOW THEREFORE, IT IS ORDERED that within 30 days of the effective date of this Order, Life Savings Bank shall pay to OTS a sum of \$10,000 by tendering a check to the OTS in that amount made payable to the Treasurer of the United States.

OFFICE OF THRIFT SUPERVISION

By: Michael Patriarca
Michael Patriarca
Regional Director
West Region

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RESOLUTION RESCINDED

The matter of assessment of a civil money penalty against Life Savings Bank, OTS #7946, San Bernardino, CA has been dealt with as per my letter of January 29, 1991 to the Board of Directors (attached).

Accordingly, Resolution SF-90-015, November 19, 1990 ("Order of Civil Money Penalty" and "Stipulation and Consent to Issuance of Order of Civil Money Penalty") is hereby rescinded.

/s/

Michael Patriarca
Region Director
West Region

2/4/91
Date