

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

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In the Matter of )  
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PREMIER VALLEY BANK )  
FRESNO, CALIFORNIA )

(INSURED STATE NONMEMBER BANK) )  
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ORDER TO PAY  
CIVIL MONEY PENALTY

FDIC-15-0029K

Premier Valley Bank, Fresno, California (“Bank”), has been advised of its right to receive a NOTICE OF ASSESSMENT OF CIVIL MONEY PENALTY, FINDINGS OF FACT AND CONCLUSIONS OF LAW, ORDER TO PAY AND NOTICE OF HEARING issued by the Federal Deposit Insurance Corporation (“FDIC”) detailing the violations of law and regulation for which a civil money penalty may be assessed against the Bank pursuant to section 102(f)(1) of the Flood Disaster Protection Act of 1973, as amended (“FDPA”), 42 U.S.C. § 4012a(f)(1), and has been further advised of the right to a hearing with respect to the foregoing under section 102(f)(4) of the FDPA, 42 U.S.C. § 4012a(f)(4) and the FDIC Rules of Practice and Procedure, 12 C.F.R. Part 308. The Bank, having waived those rights, entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER TO PAY CIVIL MONEY PENALTY (“CONSENT AGREEMENT”) with counsel for the FDIC dated March 26, 2015, whereby, solely for the purpose of this proceeding and without admitting or denying the violations of law, the Bank consented to the issuance of this ORDER TO PAY CIVIL MONEY PENALTY (“ORDER”) by the FDIC.

The FDIC considered the matter and determined that the Bank has violated the Flood Act and Part 339 in that the Bank engaged in a pattern or practice of violations in connection with 12 loans secured by collateral in a Special Flood Hazard Area, specifically (i) 12 violations of section 339.3(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.3(a), which requires that banks obtain adequate flood insurance coverage on loans secured by buildings and/or contents located in designated Special Flood Hazard Areas (“SFHAs”) at the time the loans are made, extended, or renewed and (ii) 12 violations of section 339.9(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.9(a), which requires banks to provide borrowers with loans secured by buildings and/or mobile homes located in SFHAs with written notices to obtain flood insurance at origination, extension, or renewal.

The FDIC accepts the CONSENT AGREEMENT and issues the following:

**ORDER TO PAY CIVIL MONEY PENALTY**

IT IS HEREBY ORDERED that, by reason of the violations of law set forth herein, pursuant to section 102(f) of the FDPA, 42 U.S.C. § 4012a(f), a penalty of \$5,280.00 is assessed against the Bank. The Bank shall pay such amount to the Treasury of the United States.

IT IS FURTHER ORDERED that the Bank is prohibited from seeking or accepting indemnification from any third party for the civil money penalty assessed and paid in this matter.

This ORDER shall become effective upon its issuance by the FDIC.

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The provisions of this ORDER shall not bar, estop, or otherwise prevent the FDIC or any other federal or state agency or department from taking any other action against the Bank or any of the Bank's current or former institution-affiliated parties, as that term is defined in Section 3(u) of the Act, 12 U.S.C. § 1813(u).

Pursuant to delegated authority.

Dated at San Francisco, California, this 6<sup>th</sup> day of April, 2015.

\_\_\_\_\_/s/  
Frank A. Hartigan  
Deputy Regional Director  
Depositor and Consumer Protection  
San Francisco Region  
Federal Deposit Insurance Corporation