

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

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In the Matter of	)	
	)	
FINANCE FACTORS, LTD	)	ORDER TO PAY
HONOLULU, HAWAII	)	CIVIL MONEY PENALTY
	)	
	)	
(Insured State Nonmember Bank)	)	FDIC-14-0121K
_____	)	

Finance Factors Ltd. (the “Institution”) 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 Institution 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 Institution, 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 June 25, 2014, whereby, solely for the purpose of this proceeding and without admitting or denying the violations of law, the Institution 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 Institution has engaged in a pattern or practice of committing violations of the FDPA, the notice requirements under section 1364 of the National Flood Insurance Act of 1968, 42 U.S.C. 4104a, and Part 339 of the FDIC's Rules and Regulations, 12 C.F.R. Part 339, specifically section 339.3(a), by failing to obtain adequate flood insurance on building contents that were taken as collateral in twelve instances located in designated flood hazard areas, and by failing to obtain flood insurance at loan origination in three instances; and section 339.9(a), by failing to provide a written notice to the borrower or the servicer when making, increasing, extending, or renewing a loan secured by a building or a mobile home located in a designated special flood hazard area in fourteen instances.

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 \$11,165.00 is assessed against the Institution. The Institution shall pay such amount to the Treasury of the United States.

IT IS FURTHER ORDERED that the Institution 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.

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 Institution or any of the Institution'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 27th day of June, 2014.

/s/ _____
Frank A. Hartigan
Deputy Regional Director
Division of Consumer Protection
San Francisco Region
Federal Deposit Insurance Corporation