

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

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In the Matter of	)	ORDER TO PAY
FIRST BANK OF THE SOUTH	)	
LAWRENCEVILLE, GEORGIA	)	FDIC-06-018k
	)	
(Insured State Nonmember Bank)	)	
_____	)	

FIRST BANK OF THE SOUTH, LAWRENCEVILLE, GEORGIA ("Bank") has been advised that a civil money penalty may be issued by the Federal Deposit Insurance Corporation ("FDIC") only after notice and an opportunity for a hearing on the record, pursuant to 42 U.S.C. § 4012a(f)(4), detailing the violations for which the penalty may be assessed against the Bank pursuant to the Flood Disaster Protection Act of 1973 ("Flood Act"), as amended, 42 U.S.C. § 4012a and Part 339 of the FDIC's Rules and Regulations, 12 C.F.R. Part 339, and has been further advised of the right to a hearing on the alleged charges under the Flood Act, 42 U.S.C. § 4012a(f) and the FDIC's Rules of Practice and Procedure, 12 C.F.R. Part 308.

Having waived those rights, the Bank entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER TO PAY ("CONSENT AGREEMENT") with a representative of the Legal Division of the FDIC, whereby solely for the purpose of this proceeding and without admitting or denying any violations, the Bank consented and agreed to pay a civil money penalty in the amount

of \$1,900.00 related to (a) its failure to secure or maintain flood insurance on 9 out of 20 loans secured by improved real estate located in areas determined by the Director of the Federal Emergency Management Agency to have special flood hazards ("special flood hazard areas"); and (b) its failure to provide borrowers with notice as to whether flood insurance was available for 10 of the 20 loans secured by property located within the special flood hazard areas.

After taking into account the CONSENT AGREEMENT, the appropriateness of the penalty with respect to the financial resources and good faith of the Respondent, the gravity of the violations by the Respondent, the history of previous violations by the Respondent, and such other matters as justice may require, the FDIC accepts the CONSENT AGREEMENT and issues the following:

ORDER TO PAY

IT IS HEREBY ORDERED that FIRST BANK OF THE SOUTH, LAWRENCEVILLE, GEORGIA be, and hereby is, assessed a civil money penalty of \$1,900.00, pursuant to the Flood Act, 42 U.S.C. § 4012a, and Part 339 of the FDIC's Rules and Regulations, 12 C.F.R. Part 339, the receipt of which is acknowledged.

This ORDER TO PAY shall be effective upon issuance.

Pursuant to delegated authority.

Dated at Washington, D.C., this 5<sup>th</sup> day of July, 2006.

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April A. Breslaw  
Acting Associate Director  
Division of Supervision  
and Consumer Protection