

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON DC 20549

FORM 8-K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported) February 12, 2008

CONSUMER PORTFOLIO SERVICES, INC.

(Exact Name of Registrant as Specified in Charter)

CALIFORNIA ----- (State or Other Jurisdiction of Incorporation)	0-51027 ----- (Commission File Number)	33-0459135 ----- (IRS Employer Identification No.)
--------------------------------------------------------------------------	-------------------------------------------------	-------------------------------------------------------------

16355 Laguna Canyon Road, Irvine, CA 92618

(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code (949) 753-6800

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 2.02 RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

The information in this Item 2.02, and the related Exhibit 99.1, is being furnished and shall not be deemed "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that Section. The information in this Current Report shall not be incorporated by reference into any registration statement or other document pursuant to the Securities Act of 1933, as amended.

On February 12, 2008, the registrant issued a news release announcing its earnings for the quarter and full-year ended December 31, 2007. A copy of the release is attached as Exhibit 99.1. The registrant also announced that it will hold its regular quarterly conference call on February 13, 2008 at 1:30 p.m. eastern time to discuss its quarterly and full-year earnings. Those wishing to participate by telephone may dial in at 973-582-2717 approximately 10 minutes prior to the scheduled time.

ITEM 9.01 FINANCIAL STATEMENTS AND EXHIBITS.

(c) Exhibits.

Exhibit Number	Description
-----	-----
99.1	News Release dated February 12, 2008

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

CONSUMER PORTFOLIO SERVICES, INC.

Dated: February 13, 2008

By: /s/ Jeffrey P. Fritz

Jeffrey P. Fritz
Sr. Vice President and Chief
Financial Officer

Signing on behalf of the registrant
and as principal financial officer

EXHIBIT INDEX

Exhibit Number -----	Description -----
99.1	News Release dated February 12, 2008

CONSUMER PORTFOLIO SERVICES, INC. REPORTS
2007 FOURTH QUARTER AND FULL YEAR EARNINGS

IRVINE, CALIFORNIA, FEBRUARY 12, 2007 (BUSINESS WIRE) -- Consumer Portfolio Services, Inc. (Nasdaq: CPSS) ("CPS" or the "Company") today announced earnings for its fourth quarter and year ended December 31, 2007.

Pretax income for the fourth quarter of 2007 increased to \$6.0 million, compared to pretax income of \$4.5 million for the fourth quarter of 2006. Net income for the fourth quarter of 2007 was \$3.5 million, or \$0.17 per diluted share, compared to net income of \$30.9 million, or \$1.30 per diluted share, for the year-ago quarter. Net income for the 2006 period included a net tax benefit of \$26.4 million, or \$1.11 per diluted share, related to the reversal of most of the valuation allowance against the deferred tax asset on the Company's books. Without the tax gain, and assuming the tax rate that was in effect in 2006, net income for the fourth quarter of 2006 would have been \$2.7 million, or \$0.11 per diluted share.

Total revenues for the fourth quarter of 2007 increased approximately \$29.6 million, or 37.1%, to \$109.5 million, compared to \$79.9 million for the fourth quarter of 2006. Total operating expenses for the fourth quarter of 2007 were \$103.5 million, an increase of \$28.2 million, or 37.4%, as compared to \$75.4 million for the 2006 period.

Pretax income for the full year 2007 increased to \$24.0 million, compared to pretax income of \$13.2 million for 2006. Net income for the year ended December 31, 2007 was \$13.9 million, or \$0.61 per diluted share, compared to net income of \$39.6 million, or \$1.64 per diluted share, for the year ended December 31, 2006. As discussed above, net income for 2006 included a net tax benefit of \$26.4 million, or \$1.09 per diluted share. Without the tax gain, and assuming the tax rate that was in effect in 2006, net income for 2006 would have been \$7.8 million, or \$0.32 per diluted share.

For the year ended December 31, 2007 total revenues increased approximately \$115.7 million, or 41.5%, to \$394.6 million, compared to \$278.9 million for the year ended December 31, 2006. Total operating expenses for the year ended December 31, 2007 were \$370.6 million, an increase of \$104.9 million, or 39.5%, as compared to \$265.7 million for the year ended December 31, 2006.

During the fourth quarter of 2007, CPS purchased \$265.8 million of contracts from dealers as compared to \$340.2 million during the third quarter of 2007 and \$241.4 million during the fourth quarter of 2006. For 2007, CPS purchased \$1,282.3 million of contracts from dealers as compared to \$1,019.0 million in 2006, an increase of 25.8%. The Company's managed receivables totaled \$2,126.2 million as of December 31, 2007, an increase of \$560.3 million, or 35.8%, from \$1,565.9 million as of December 31, 2006, as follows (\$ in millions):

	December 31, 2007	December 31, 2006
	-----	-----
Owned by Consolidated Subsidiaries*	\$2,125.7	\$1,527.3
Owned by Non-Consolidated Subsidiaries	0.0	34.8
As Third Party Servicer for Seawest Financial	0.4	3.8
	-----	-----
Total	\$2,126.2	\$1,565.9

* Before \$154.4 million and \$125.9 million of allowance for credit losses, deferred acquisition fees and repossessed vehicles for 2007 and 2006, respectively.

Annualized net charge-offs during the December 2007 quarter were 6.3% of the average owned portfolio as compared to 5.9% during the 2006 quarter. Annualized net charge-offs for the full year 2007 were 5.3% of the average owned portfolio as compared to 4.5% for the full year 2006. Delinquencies greater than 30 days (including repossession inventory) were 6.3% of the total owned portfolio as of December 31, 2007, as compared to 5.5% as of December 31, 2006.

"2007 was a landmark year for CPS as our new contract purchases and total managed portfolio both reached their highest levels in our history," said Charles E. Bradley, Jr., President and Chief Executive Officer. "Our execution of the managed growth strategy we set in motion four years ago has gone very well as our year-over-year pretax income growth continues. While asset performance metrics deteriorated a modest amount in 2007 vs. 2006, we expected a bit of normalization as 2006 was one of the best years for consumer credit in the last 10 years. Despite these increases, net charge-offs and delinquencies for the quarter and year remain within the range of our seasonal expectations."

CONFERENCE CALL

CPS announced that it will hold a conference call tomorrow, February 13, 2007, at 1:30 p.m. ET to discuss its quarterly earnings. Those wishing to participate by telephone may dial-in at 973-582-2717 approximately 10 minutes prior to the scheduled time.

A replay will be available between February 13, 2007 and February 20, 2007, beginning one hour after conclusion of the call, by dialing 800-642-1687 or 706-645-9291 for international participants, with pin number 34672747. A broadcast of the conference call will also be available live and for 30 days after the call via the Company's web site at www.consumerportfolio.com and at www.streetevents.com.

ABOUT CONSUMER PORTFOLIO SERVICES, INC.

Consumer Portfolio Services, Inc. is a specialty finance company engaged in purchasing and servicing new and used retail automobile contracts originated primarily by franchised automobile dealerships and to a lesser extent by select independent dealers of used automobiles in the United States. We serve as an alternative source of financing for dealers, facilitating sales to sub-prime customers, who have limited credit history, low income or past credit problems and who otherwise might not be able to obtain financing from traditional sources.

FORWARD-LOOKING STATEMENTS IN THIS NEWS RELEASE INCLUDE THE COMPANY'S RECORDED REVENUE, EXPENSE AND PROVISION FOR CREDIT LOSSES, BECAUSE THESE ITEMS ARE DEPENDENT ON THE COMPANY'S ESTIMATES OF FUTURE LOSSES. THE ACCURACY OF SUCH ESTIMATES MAY BE ADVERSELY AFFECTED BY VARIOUS FACTORS, WHICH INCLUDE (IN ADDITION TO RISKS RELATING TO THE ECONOMY GENERALLY) THE FOLLOWING: POSSIBLE INCREASED DELINQUENCIES; REPOSSESSIONS AND LOSSES ON RETAIL INSTALLMENT CONTRACTS; INCORRECT PREPAYMENT SPEED AND/OR DISCOUNT RATE ASSUMPTIONS; POSSIBLE UNAVAILABILITY OF QUALIFIED PERSONNEL, WHICH COULD ADVERSELY AFFECT THE COMPANY'S ABILITY TO SERVICE ITS PORTFOLIO; POSSIBLE INCREASES IN THE RATE OF CONSUMER BANKRUPTCY FILINGS OR THE EFFECTS OF RECENT CHANGES IN BANKRUPTCY LAW, WHICH COULD ADVERSELY AFFECT THE COMPANY'S RIGHTS TO COLLECT PAYMENTS FROM ITS PORTFOLIO; OTHER CHANGES IN GOVERNMENT REGULATIONS AFFECTING CONSUMER CREDIT; POSSIBLE DECLINES IN THE MARKET PRICE FOR USED VEHICLES, WHICH COULD ADVERSELY AFFECT THE COMPANY'S REALIZATION UPON REPOSSESSED VEHICLES; AND ECONOMIC CONDITIONS IN GEOGRAPHIC AREAS IN WHICH THE COMPANY'S BUSINESS IS CONCENTRATED. ALL OF SUCH FACTORS ALSO MAY AFFECT THE COMPANY'S FUTURE EARNINGS, AS TO WHICH THERE CAN BE NO ASSURANCE.

ANY IMPLICATION THAT THE RESULTS OF THE MOST RECENTLY COMPLETED QUARTER ARE INDICATIVE OF FUTURE RESULTS IS DISCLAIMED, AND THE READER SHOULD DRAW NO SUCH INFERENCE. FACTORS SUCH AS THOSE IDENTIFIED ABOVE IN RELATION TO PROVISION FOR CREDIT LOSSES MAY AFFECT FUTURE PERFORMANCE.

INVESTOR RELATIONS CONTACT

Consumer Portfolio Services, Inc.

Robert E. Riedl
949-753-6800

Erica Waldow
888-505-9200

CONSUMER PORTFOLIO SERVICES, INC. AND SUBSIDIARIES
Condensed Consolidated Statements of Operations
(In thousands, except per share data)
(Unaudited)

	Three months ended December 31,		Twelve months ended December 31,	
	2007	2006	2007	2006
REVENUES:				
Interest income	\$ 102,904	\$ 75,377	\$ 370,265	\$ 263,566
Servicing fees	550	458	1,218	2,894
Other income	6,047	4,058	23,067	12,403
	-----	-----	-----	-----
	109,501	79,893	394,550	278,863
	-----	-----	-----	-----
EXPENSES:				
Employee costs	13,012	10,133	46,716	38,483
General and administrative	6,573	6,249	24,959	23,197
Interest	39,588	27,700	139,189	93,112
Provision for credit losses	38,814	26,734	137,272	92,057
Other expenses	5,544	4,559	22,457	18,814
	-----	-----	-----	-----
	103,531	75,375	370,593	265,663
	-----	-----	-----	-----
Income before income taxes	5,970	4,518	23,957	13,200
Income taxes	2,508	(26,355)	10,099	(26,355)
	-----	-----	-----	-----
Net income	\$ 3,462	\$ 30,873	\$ 13,858	\$ 39,555
	=====	=====	=====	=====
Earnings per share:				
Basic	\$ 0.18	\$ 1.43	\$ 0.66	\$ 1.82
Diluted	0.17	1.30	0.61	1.64
Number of shares used in computing earnings per share:				
Basic	19,697	21,626	20,880	21,759
Diluted	20,839	23,792	22,595	24,052

CONDENSED CONSOLIDATED BALANCE SHEETS
(IN THOUSANDS)
(UNAUDITED)

	December 31, 2007	December 31, 2006
	-----	-----
Cash	\$ 20,880	\$ 14,215
Restricted cash	170,341	193,001
	-----	-----
Total Cash	191,221	207,216
Finance receivables	2,068,004	1,480,794
Allowance for finance credit losses	(100,138)	(79,380)
	-----	-----
Finance receivables, net	1,967,866	1,401,414
Residual interest in securitizations	2,274	13,795
Deferred tax assets, net	58,835	54,669
Other assets	63,332	51,247
	-----	-----
	\$ 2,283,528	\$ 1,728,341
	=====	=====
Accounts payable and other liabilities	\$ 36,813	\$ 30,932
Warehouse lines of credit	235,925	72,950
Residual interest financing	70,000	31,378
Securitization trust debt	1,798,302	1,442,995
Senior secured debt	--	25,000
Subordinated debt	28,134	13,574
	-----	-----
	2,169,174	1,616,829
	-----	-----
Shareholders' equity	114,354	111,512
	-----	-----
	\$ 2,283,528	\$ 1,728,341
	=====	=====

OPERATING AND PERFORMANCE DATA (\$ IN THOUSANDS)

	At and for the Three months ended December 31,		At and for the Twelve months ended December 31,	
	2007	2006	2007	2006
Contract purchases	265,765	241,361	1,282,311	1,019,018
Total managed portfolio	2,126,177	1,565,905	2,126,177	1,565,905
Average managed portfolio	2,108,272	1,539,098	1,906,605	1,376,781
Net interest margin (1)	63,316	47,677	231,076	170,454
Risk adjusted margin (2)	24,502	20,943	93,804	78,397
Core operating expenses (3)	25,129	20,941	94,132	80,494
Annualized % of average managed portfolio	4.77%	5.44%	4.94%	5.85%
Annualized return on managed assets (4)	1.13%	1.17%	1.26%	0.96%
Allowance as % of finance receivables	4.84%	5.36%		
Delinquencies				
31+ Days	4.74%	3.99%		
Repossession Inventory	1.57%	1.54%		
Total Delinquencies and Repossession Inventory	6.31%	5.53%		
Annualized net charge-offs as % of average owned portfolio	6.34%	5.92%	5.26%	4.54%

(1) Interest income less interest expense.

(2) Net interest margin less provision for credit losses.

(3) Total expenses less interest and provision for credit losses.

(4) Pretax income divided by average managed portfolio.