

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

In the Matter of)	
)	
Russell Lucius Laffitte, an institution-affiliated party of)	ORDER OF PROHIBITION FROM FURTHER PARTICIPATION
)	
Palmetto State Bank Hampton, South Carolina)	FDIC-25-0026e
)	
(Insured State Nonmember Bank))	
)	
Respondent's NMLS UI# 793359)	
)	

Russell Lucius Laffitte (Respondent) and Respondent's counsel were advised of the right to receive a Notice of Intention to Prohibit from Further Participation (Notice) detailing Respondent's violations of laws and breaches of fiduciary duties for which an Order of Prohibition from Further Participation (Prohibition Order) may be issued under 12 U.S.C. § 1818(e).

Respondent and Respondent's counsel were further advised of the right to a hearing on the Notice under 12 U.S.C. § 1818(e) and 12 C.F.R. Part 308, subparts A & B. Respondent waived certain rights under those provisions on November 3, 2025, and consented to the issuance of the Prohibition Order by entering into a Stipulation and Consent to the Issuance of an Order of Prohibition from Further Participation (Consent Agreement) with a representative of the Federal Deposit Insurance Corporation's (FDIC) Legal Division.

The FDIC determined and Respondent neither admits nor denies the following:

1. Beginning on or about July 15, 2021, Respondent misused his position as Chief Executive Officer of Palmetto State Bank, Hampton, South Carolina (Bank) to cause the Bank to

fund a \$750,000 loan to Bank Customer 1. In doing so, Respondent provided false, incomplete, or otherwise misleading information to the Bank's Board of Directors, and failed to ensure adequate collateralization of the loan. Further, on or about October 28, 2021, Respondent misapplied \$680,000 in Bank funds by distributing that amount to Bank Customer 2, in an effort to conceal and/or mitigate prior acts of misconduct by Respondent.

2. As described in paragraph 1, Respondent violated laws and breached fiduciary duties owed to the Bank.

3. Respondent's violations and breaches caused the Bank to suffer financial loss, and Respondent received financial gain or other benefit.

4. Respondent's violations and breaches involved personal dishonesty.

The FDIC accepts the Consent Agreement and issues the following:

ORDER OF PROHIBITION FROM FURTHER PARTICIPATION

5. Russell Lucius Laffitte is prohibited from:
- a. participating in any manner in the conduct of the affairs of any financial institution or organization listed in 12 U.S.C. § 1818(e)(7)(A);
 - b. soliciting, procuring, transferring, attempting to transfer, voting, or attempting to vote any proxy, consent, or authorization with respect to any voting rights in any financial institution enumerated in 12 U.S.C. § 1818(e)(7)(A);
 - c. violating any voting agreement previously approved by the appropriate Federal banking agency; and
 - d. voting for a director or serving or acting as an institution-affiliated party.
6. The Prohibition Order is effective upon issuance and will remain effective and enforceable until the FDIC, and any "appropriate Federal financial institutions regulatory

agency,” defined at 12 U.S.C. § 1818(e)(7)(D), decide in writing to modify, terminate, suspend, or set aside the Order under 12 U.S.C. § 1818(e)(7)(B).

7. The Prohibition Order is enforceable under 12 U.S.C. § 1818(i), and any violation of the Prohibition Order may result in additional penalties under 12 U.S.C. § 1818(j).

8. The Prohibition Order does not waive any right, power, or authority of the United States; federal, state, or local agencies; or the FDIC as Receiver.

Issued under delegated authority.

Dated: May 5, 2026

/s/

Sandra Macias
Associate Director
Division of Risk Management Supervision