

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

_____)	
In the Matter of)	
)	
KAYLA C. BERGSTROM,)	
individually,)	ORDER OF PROHIBITION FROM
and as an institution-affiliated)	FURTHER PARTICIPATION AND
party of)	ORDER TO PAY
)	
)	FDIC-15-0149e
First State Bank Shannon-Polo)	FDIC-16-0228k
Shannon, Illinois)	
)	
(Insured State Nonmember Bank))	
_____)	

Kayla C. Bergstrom, (“Respondent”) has been advised of the right to receive a NOTICE OF INTENTION TO PROHIBIT FROM FURTHER PARTICIPATION and NOTICE OF ASSESSMENT OF A CIVIL MONEY PENALTY (collectively, "Notice") issued by the Federal Deposit Insurance Corporation (“FDIC”) detailing the violations, unsafe or unsound practices, and/or breaches of fiduciary duty for which an ORDER OF PROHIBITION FROM FURTHER PARTICIPATION AND ORDER TO PAY (“ORDER”) may be issued, and has been further advised of the right to a hearing on the alleged charges under section 8(e) and 8(i) of the Federal Deposit Insurance Act (“Act”), 12 U.S.C. § 1818(e), (i) and the FDIC's Rules of Practice and Procedure, 12 C.F.R. Part 308. Having waived those rights, the Respondent entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER OF PROHIBITION FROM FURTHER PARTICIPATION and a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER TO PAY (“STIPULATIONS”) 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, unsafe or unsound banking practices, and/or any breaches of fiduciary duty, Respondent consented to the issuance of an ORDER by the FDIC.

The FDIC considered the matter and determined it had reason to believe that:

(a) The Respondent has engaged or participated in unsafe or unsound banking practices, and breaches of fiduciary duty as an institution-affiliated party of First State Bank Shannon-Polo, Shannon, Illinois (“Bank”);

(b) By reason of such practices and/or breaches of fiduciary duty, the Bank has suffered financial loss or other damage and the Respondent has received financial gain or other benefit; and

(c) Such practices and breaches of fiduciary duty involve personal dishonesty on the part of the Respondent and demonstrate the Respondent’s willful and continuing disregard for the safety or soundness of the Bank.

The FDIC further determined that such practices and breaches of fiduciary duty demonstrate the Respondent’s unfitness to serve as a director, officer, person participating in the conduct of the affairs, or as an institution-affiliated party, of the Bank, any other insured depository institution, or any other agency or organization enumerated in section 8(e)(7)(A) of the Act, 12 U.S.C. § 1818(e)(7)(A).

The FDIC further determined, after taking into account the financial resources and good faith of Respondent, the gravity of the violations, practices, and/or breaches by Respondent, and the history of previous violations, practices and/or breaches by Respondent, that a civil-money penalty was appropriate under section 8(i)(2)(B) of the Act, 12 U.S.C. § 1818(i)(2)(B).

Based on the foregoing, the FDIC, therefore, accepts the STIPULATIONS and issues the following:

ORDER OF PROHIBITION FROM FURTHER PARTICIPATION

1. Respondent is hereby, without the prior written approval of the FDIC and the appropriate Federal financial institutions regulatory agency, as that term is defined in section 8(e)(7)(D) of the Act, 12 U.S.C. § 1818(e)(7)(D), prohibited from:

(a) participating in any manner in the conduct of the affairs of any financial institution or organization enumerated in section 8(e)(7)(A) of the Act, 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 section 8(e)(7)(A) of the Act, 12 U.S.C. § 1818(e)(7)(A);

(c) violating any voting agreement previously approved by the appropriate Federal banking agency; or

(d) voting for a director, or serving or acting as an institution-affiliated party.

2. This ORDER will become effective upon its issuance by the FDIC. The provisions of this ORDER will remain effective and enforceable except to the extent that, and until such time as, any provision of this ORDER shall have been modified, terminated, suspended, or set aside by the FDIC.

ORDER TO PAY

1. Kayla C. Bergstrom is hereby assessed a civil money penalty of One Thousand Dollars (\$1,000). Respondent shall pay the civil money penalty to the Treasury of the United

