

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

|                                |   |                     |
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| _____                          | ) |                     |
| In the Matter of               | ) |                     |
|                                | ) |                     |
|                                | ) |                     |
| CITIZENS BANK & TRUST CO.      | ) | ORDER TO PAY        |
| MARKS, MISSISSIPPI             | ) | CIVIL MONEY PENALTY |
|                                | ) |                     |
|                                | ) |                     |
| (INSURED STATE NONMEMBER BANK) | ) | FDIC-11-099k        |
| _____                          | ) |                     |

CITIZENS BANK & TRUST CO., MARKS, MISSISSIPPI (“Bank” or “Respondent”), 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 (“NOTICE OF ASSESSMENT”) issued by the Federal Deposit Insurance Corporation (“FDIC”) detailing the violations for which a civil money penalty may be assessed against the Bank pursuant to section 102(f)(1) of the Flood Disaster Protection Act of 1973 (“Flood Act”), as amended, 42 U.S.C. § 4012a(f)(1); section 8(i)(2) of the Federal Deposit Insurance Act (“FDI Act”), 12 U.S.C. § 1818(i)(2); and Part 339 of the FDIC Rules and Regulations, 12 C.F.R. Part 339 (“Part 339”), and has been further advised of its right to a hearing on the charges under section 102(f)(4) of the Flood Act, 42 U.S.C. § 4012a(f)(4), and Part 308 of 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 CIVIL MONEY PENALTY (“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 \$6,665.00 related to the violations of the Flood Act and Part 339. The FDIC has reason to believe that the Bank violated the Flood Act and Part 339, when the Bank failed to timely obtain flood insurance on four (4) loans secured by improved real estate located in areas determined by the Director of the Federal Emergency Management Agency (“FEMA”) as located in a Special Flood Hazard Area (“Designated Loan”); failed to maintain adequate flood insurance on five (5) Designated Loans; failed to timely provide the required borrower’s notice on thirteen (13) Designated Loans; and failed to maintain evidence of the borrower’s receipt of the required notice on three (3) Designated Loans, all as identified at the FDIC’s November 29, 2010, Compliance Examination and all in violation of 42 U.S.C. §§ 4012a(b)(1), and 12 C.F.R. §§ 339.3(a), 339.9(a) and 339.9(c).

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

#### **ORDER TO PAY CIVIL MONEY PENALTY**

IT IS HEREBY ORDERED, that Respondent, be, and hereby is, assessed a civil money penalty of \$6,665.00, pursuant to section 102 of the Flood Act, 42 U.S.C. § 4012a; section 8(i)(2) of the FDI Act, 12 U.S.C. § 1818(i)(2); and Parts 308 and 339 of the FDIC Rules and

Regulations, 12 C.F.R. Parts 308 and 339. The Bank shall pay the civil money penalty to the  
**“Treasury of the United States.”**

This Order to Pay Civil Money Penalty shall be effective upon issuance.

Pursuant to delegated authority.

Dated at Dallas, Texas, this 31<sup>st</sup> day of May, 2011.

/s/  
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Kristie K. Elmquist  
Acting Regional Director  
Dallas Region  
Division of Supervision and Consumer Protection