

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

	)	
In the Matter of	)	
	)	ORDER TO PAY
PIONEER COMMUNITY BANK, INC.	)	CIVIL MONEY PENALTY
IAEGER, WEST VIRGINIA	)	
	)	FDIC-17-0038k
(Insured State Nonmember Bank)	)	
	)	

PIONEER COMMUNITY BANK, INC., IAEGER, WEST VIRGINIA (“Bank”), 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 issued by the Federal Deposit Insurance Corporation (“FDIC”) detailing the violations of law and regulation 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, as amended (“FDPA”), 42 U.S.C. § 4012a(f)(1), and has been further advised of the right to a hearing with respect to the foregoing under section 102(f)(4) of the FDPA, 42 U.S.C. § 4012a(f)(4) and the FDIC Rules of Practice and Procedure, 12 C.F.R. Part 308. The Bank, having waived those rights, entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER TO PAY CIVIL MONEY PENALTY (“CONSENT AGREEMENT”) with counsel for the FDIC dated April 19, 2017 whereby, solely for the purpose of this proceeding and without admitting or denying any violations of law, the Bank consented to the issuance of this ORDER TO PAY CIVIL MONEY PENALTY (“ORDER”) by the FDIC.

The FDIC considered the matter and determined that the Bank has engaged in a pattern or practice of committing violations of the FDPA and Part 339 of the FDIC Rules and Regulations, 12 C.F.R. Part 339, under section 1364 of the National Flood Insurance Act of 1968, 42 U.S.C. § 4104a. Specifically, the Bank violated Sections 339.3(a) and 339.9(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.3(a) and 12.C.F.R. § 339.9(a), by failing to (a) obtain flood insurance prior to loan origination on 27 loans; (b) maintain adequate insurance coverage on six loans; and (c) provide the required notification on nine loans and timely notification on 16 loans.

The FDIC accepts the CONSENT AGREEMENT and issues the following:

ORDER TO PAY CIVIL MONEY PENALTY

IT IS HEREBY ORDERED that, by reason of the violations of law set forth herein, PIONEER COMMUNITY BANK, INC., IAEGER, WEST VIRGINIA, be, and hereby is, assessed a civil money penalty of \$52,750.00, pursuant to section 102(f) of the FDPA, 42 U.S.C. § 4012a(f). The Bank shall pay the civil money penalty to the Treasury of the United States.

IT IS FURTHER ORDERED that the Bank is prohibited from seeking or accepting indemnification from any third party for the civil money penalty assessed and paid in this matter.

This ORDER shall be effective upon its issuance by the FDIC.

The provisions of this ORDER shall not bar, estop, or otherwise prevent the FDIC or any other federal or state agency or department from taking any other action against the Bank or any of the Bank's current or former institution-affiliated parties, as that term is defined in Section 3(u) of the Act, 12 U.S.C. § 1813(u).

Pursuant to delegated authority.

Dated at Atlanta, Georgia this 22nd day of May, 2017.

/s/

Michael J. Dean
Regional Director
Federal Deposit Insurance Corporation
Atlanta Regional Office
Division of Depositor and Consumer Protection
Consumer Protection