FEDERAL DEPOSIT INSURANCE CORPORATION
WASHINGTON, D.C.

In the Matter of DANIEL R. SKALBERG, Individually, and as a Former Institution-Affiliated Party of PINNACLE BANK LINCOLN, NEBRASKA (INSURED STATE NONMEMBER BANK)	ORDER OF PROHIBITION FROM FURTHER PARTICIPATION FDIC-12-535e

Daniel R. Skalberg ("Respondent") has received a NOTICE OF INTENTION TO REMOVE FROM OFFICE AND TO PROHIBIT FROM FURTHER PARTICIPATION ("NOTICE") issued by the Federal Deposit Insurance Corporation ("FDIC") detailing the unsafe or unsound banking practices and breaches of fiduciary duty for which an ORDER OF PROHIBITION FROM FURTHER PARTICIPATION ("ORDER OF PROHIBITION") may issue, and Respondent has been advised of the right to a hearing on the alleged charges under section 8(h) of the Federal Deposit Insurance Act ("Act"), 12 U.S.C. § 1818(h), and the FDIC's Rules of Practice and Procedure, 12 C.F.R. Part 308. Having waived his right to a hearing, Respondent entered into a STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER OF PROHIBITION FROM FURTHER PARTICIPATION AND ORDER TO PAY ("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 unsafe or unsound banking practices and breaches of fiduciary duty, Respondent consented to the issuance of an ORDER OF PROHIBITION by the FDIC.

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

(a) Respondent has engaged or participated in unsafe or unsound banking practices and breaches of fiduciary duty as an institution-affiliated party of Pinnacle Bank, Lincoln, Nebraska ("Bank");

(b) by reason of such unsafe or unsound banking practices and breaches of fiduciary duty, the Bank has suffered financial loss or other damage; and

(c) such unsafe or unsound banking practices and breaches of fiduciary duty involve personal dishonesty on the part of Respondent and demonstrate 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 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, therefore, accepts the CONSENT AGREEMENT and issues the following:

<u>ORDER OF PROHIBITION FROM FURTHER PARTICIPATION</u>

1. Daniel R. Skalberg is hereby 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,

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).

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

Pursuant to delegated authority.

Dated this 31st day of October, 2013.

/s/
Christopher J. Newbury
Associate Director
Division of Risk Management Supervision