FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

In the Matter of KIMBERLY A. OWEN, as an institution-affiliated party of PEOPLES BANK AND TRUST COMPANY MCPHERSON, KANSAS (INSURED STATE NONMEMBER BANK) RESPONDENT'S NMLS U/I#: 552224	CONSENT ORDER FDIC-19-0146b

Kimberly A. Owen (Respondent) and a representative of the Legal Division of the Federal Deposit Insurance Corporation (FDIC) executed a STIPULATION AND CONSENT TO THE ISSUANCE OF A CONSENT ORDER (CONSENT AGREEMENT), whereby, solely for the purpose of this proceeding and without admitting or denying any unsafe or unsound practices, Respondent consented to the issuance of this CONSENT ORDER pursuant to 12 U.S.C. § 1818(b).

The FDIC has determined, and Respondent neither admits nor denies, that:

1. Respondent engaged or participated in unsafe or unsound practices as an institution-affiliated party of Peoples Bank and Trust Company, McPherson, Kansas (Bank);

2. Further, the FDIC has determined that, while a branch president and loan officer of the Bank, Respondent manipulated payment due dates on loans and overdraft lines to herself and her immediate family members, which had the effect of concealing delinquencies. The misconduct was conducted through the improper use of subordinates' core system user IDs,

which served to conceal her activity from senior management. This activity occurred from as early as May 2010 through at least April 2017.

The FDIC, having determined that the requirements for issuance of an order under 12 U.S.C. § 1818(b) have been satisfied, accepts the CONSENT AGREEMENT and issues the following:

CONSENT ORDER

Respondent is hereby ORDERED to cease and desist from and take affirmative action as follows:

1. Whenever Respondent is employed by an insured depository institution or otherwise becomes an institution-affiliated party within the meaning of 12 U.S.C. § 1813(u), Respondent shall:

a. Refrain from conducting improper loan or deposit transactions on the institution's computer system.

b. Avoid conflicts of interest in relation to loan or deposit accounts held at the institution in her name or in the name of any immediate family members.

c. Comply fully with all laws, regulations, and policies applicable to any insured depository institution with which Respondent is or may become affiliated, including, but not limited to, policies and procedures concerning ethics, internal routines and controls, conflicts of interest, insider transactions, and lending.

d. Abide by policy guidance of the institution and obtain prior approval before engaging in any nonconforming activity.

e. Not commit or participate in any unsafe or unsound practices, as that term is used in Title 12 of the United States Code.

f. Within one year of issuance of this CONSENT ORDER, complete training through an outside third-party provider that is deemed acceptable by the Regional Director of the FDIC's Kansas City Regional Office. The training should cover the topics of ethics, internal routines and controls, conflicts of interest, or proper lending procedures.

g. Become familiar with, and adhere to, the written policies and procedures of any insured depository institution with which Respondent is or may become affiliated. In the event that Respondent is affiliated with an insured depository institution with written policies and procedures that are more stringent than the provisions of this CONSENT ORDER, Respondent shall adhere to the written policies and procedures of such insured depository institution.

2. Respondent shall, within ten (10) calendar days of the effective date of this CONSENT ORDER, provide a copy of this CONSENT ORDER to the Chairman of the Board of Directors of any insured depository institution of which Respondent is an institution-affiliated party.

3. Before accepting any position that would cause Respondent to become an institution-affiliated party, Respondent shall provide a copy of this CONSENT ORDER to: (i) the Chairman of the Board of Directors of the insured depository institution; or (ii) a senior executive manager of the insured depository institution, provided that such official has been approved in writing by the Regional Director of the FDIC's Kansas City Regional Office for this purpose.

4. Within ten (10) calendar days of satisfying the requirements of paragraphs 2 or 3, Respondent shall provide a written certification of Respondent's compliance to the Regional

Director of the FDIC's Kansas City Regional Office, 1100 Walnut Street, Suite 2100, Kansas City, Missouri 64106.

5. If Respondent believes that the provisions of this CONSENT ORDER have been fulfilled, Respondent may request that the CONSENT ORDER be terminated by submitting a letter with supporting documentary evidence to the Regional Director of the FDIC's Kansas City Regional Office. The FDIC will consider the submission and may request such additional information or documentation as it, in its sole discretion, may deem necessary in order to review the submission. The decision to deny the request and retain this CONSENT ORDER as is, modify it, or terminate it is at the FDIC's sole discretion.

Nothing herein shall preclude any proceedings brought by the FDIC to enforce the terms of this CONSENT ORDER issued pursuant to the CONSENT AGREEMENT, and nothing herein constitutes a waiver of any right, power, or authority of the FDIC (except as stated in the CONSENT AGREEMENT) or any other Federal or state agency or department from taking any other action against Respondent, the Bank, or any of the Bank's current or former institution-affiliated parties, as that term is defined in 12 U.S.C. § 1813(u).

This CONSENT ORDER shall be effective immediately. The provisions of this CONSENT ORDER shall remain effective and enforceable for a period of five (5) years, except to the extent that any provision is modified, terminated, suspended, or set aside by the FDIC.

Pursuant to delegated authority.

Dated this 3rd day of December, 2019.

/s/

Patricia A. Colohan
Associate Director
Division of Risk Management Supervision