

FEDERAL DEPOSIT INSURANCE CORPORATION

WASHINGTON, D.C.

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In the Matter of)	
MADISON COUNTY COMMUNITY BANK)	ORDER TO PAY
MADISON, FLORIDA)	CIVIL MONEY PENALTY
(Insured State Nonmember Bank))	FDIC-21-0075k
_____)	

MADISON COUNTY COMMUNITY BANK, Madison, Florida (“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 its 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 October 19, 2021, whereby, solely for the purpose of this proceeding and without admitting or denying the violations of law and regulation, 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 violations of Part 339 of the FDIC Rules and Regulations,

12 C.F.R. Part 339, which implements section 102 of the FDPA, 42 U.S.C. § 4012a. Specifically, the Bank violated section 339.3(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.3(a), by failing to obtain adequate flood insurance coverage at or before loan origination, increase, renewal, or extension in 16 instances (9 violations in the 24 traditional loans reviewed and 7 violations in the 49 cross-collateralized loans reviewed). Further, the Bank violated section 339.7(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.7(a), by failing to provide the required notice of force-placed flood insurance to the borrower in 21 instances (2 violations in the 24 traditional loans reviewed and 19 violations in the 49 cross-collateralized loans reviewed) and by failing to maintain an adequate amount of forced-place flood insurance in 1 instance in the 24 traditional loans reviewed. In addition, the Bank violated section 339.9(a) of the FDIC Rules and Regulations, 12 C.F.R. § 339.9(a), by failing to provide a Notice of Special Flood Hazards and Availability of Federal Disaster Relief Assistance timely in 6 instances (3 violations in the 24 traditional loans reviewed and 3 violations in the 49 cross-collateralized loans reviewed).

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, pursuant to section 102(f) of the FDPA, 42 U.S.C. § 4012a(f), a civil money penalty of \$9,750.00 is assessed against the Bank. The Bank shall pay such amount 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 become effective upon 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 director, officer, employee, agent, successor, assignee, or other current or former institution-affiliated party, as that term is defined in section 3(u) of the Federal Deposit Insurance Act, 12 U.S.C. § 1813(u), of the Bank.

Pursuant to delegated authority.

Dated at Atlanta, Georgia, this 6th day of January, 2022.

/s/

Phyllis M. Patton
Deputy Regional Director
Federal Deposit Insurance Corporation