

FEDERAL DEPOSIT INSURANCE CORPORATION  
WASHINGTON, D.C.

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In the Matter of )  
)  
)

**KARLA S. DAVIDSON,** )

Individually, and as a Former )  
Institution-Affiliated Party of )

SECURITY BANK )  
RICH HILL, MISSOURI )

(INSURED STATE NONMEMBER BANK) )  
\_\_\_\_\_ )

**STIPULATION AND CONSENT TO  
THE ISSUANCE OF AN ORDER  
OF PROHIBITION FROM  
FURTHER PARTICIPATION**

FDIC-15-0002e

Subject to the acceptance of this STIPULATION AND CONSENT TO THE ISSUANCE OF AN ORDER OF PROHIBITION FROM FURTHER PARTICIPATION ("CONSENT AGREEMENT") by the Federal Deposit Insurance Corporation ("FDIC"), it is hereby stipulated and agreed by and between a representative of the Legal Division of the FDIC and Karla S. Davidson ("Respondent") as follows:

1. Respondent has been advised of the right to receive a NOTICE OF INTENTION TO PROHIBIT FROM FURTHER PARTICIPATION ("NOTICE") detailing the unsafe or unsound banking practices for which an ORDER OF PROHIBITION FROM FURTHER PARTICIPATION ("ORDER") may issue. Respondent has been further 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.

2. The FDIC has reason to believe that Respondent engaged in misconduct while serving as a teller at Security Bank, Rich Hill, Missouri, including that she misappropriated

funds from depositors' deposit accounts and manipulated bank account records in an attempt to conceal her misconduct. As a result, the bank was exposed to significant deposit losses.

3. Respondent, solely for the purpose of this proceeding and without admitting or denying any unsafe or unsound banking practices, hereby consents to the issuance of the ORDER by the FDIC and agrees to comply with the ORDER.

4. Respondent further stipulates and agrees that the ORDER shall become effective immediately upon its issuance by the FDIC. Thereafter, subject only to the conditions set forth in paragraph 5 of this CONSENT AGREEMENT, the ORDER shall be fully enforceable pursuant to the provisions of section 8(i) of the Act, 12 U.S.C. § 1818(i). Any violation of the ORDER could also subject Respondent to the penalties set forth under section 8(j) of the Act, 12 U.S.C. § 1818(j).

5. In the event the FDIC accepts this CONSENT AGREEMENT and issues the ORDER, it is agreed that no action will be taken by the FDIC to enforce the ORDER unless the FDIC has reason to believe that Respondent has violated or is about to violate any provision of the ORDER.

6. In the event the FDIC accepts this CONSENT AGREEMENT and issues the ORDER, it is agreed that no action will be taken by the FDIC to initiate any additional enforcement actions under section 8(i) of the Act, 12 U.S.C. § 1818(i), for the unsafe or unsound practices set forth in paragraph 2 of this CONSENT AGREEMENT.

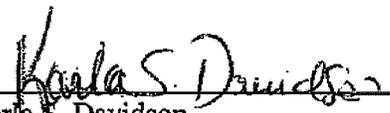
7. In the event the FDIC accepts this CONSENT AGREEMENT and issues the ORDER, Respondent hereby waives:

- (a) receipt of a NOTICE;

- (b) the right to present a defense to the allegations to be set forth in the NOTICE;
- (c) a hearing conducted for the purpose of taking evidence on the allegations set forth in the NOTICE;
- (d) the filing of proposed FINDINGS OF FACT AND CONCLUSIONS OF LAW;
- (e) the issuance of a RECOMMENDED DECISION by an Administrative Law Judge in this matter;
- (f) the filing of exceptions and briefs with respect to such RECOMMENDED DECISION; and
- (g) judicial review of the ORDER as provided by 12 U.S.C. § 1818(h), or any other challenge to the validity of the Order.

Dated this 5<sup>th</sup> day of February, 2015.

  
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Gabrielle A. J. Beam  
Senior Regional Attorney  
Legal Division  
Federal Deposit Insurance Corporation

  
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Karla S. Davidson