

**UNITED STATES OF AMERICA
NATIONAL CREDIT UNION ADMINISTRATION
NATIONAL CREDIT UNION ADMINISTRATION BOARD**

_____)	
In the Matter of)	
Southwest Michigan Federal Credit Union)	Docket No. 14-0036-R1
Charter Number 4103)	
Kalamazoo, MI 49001-0818)	
_____)	

ORDER OF ASSESSMENT OF CIVIL MONEY PENALTY

WHEREAS, Southwest Michigan Federal Credit Union, Kalamazoo, MI, executed a Stipulation and Consent to Issuance of an Order of Assessment of Civil Money Penalty (“Stipulation”), and agreed and consented to the issuance of this Order of Assessment of Civil Money Penalty (“Order”), pursuant to Section 202(a)(3) of the Federal Credit Union Act (“FCUA”), 12 U.S.C. § 1782(a)(3); and

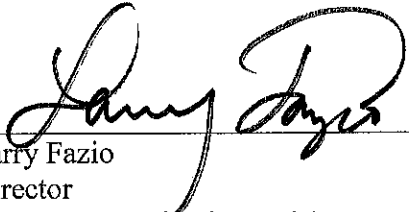
WHEREAS, pursuant to the FCUA, the National Credit Union Administration Board (“NCUA”) has authority to issue a final Order where the Respondent consents to the issuance of such an Order.

NOW THEREFORE, IT IS ORDERED that within ten (10) calendar days of the date of this Order, Southwest Michigan Federal Credit Union shall pay the sum of \$1,180 by tendering a certified check made payable to the order of the “U.S. Department of Treasury,” together with a copy of the executed Order and a cover letter referencing the assessment. The payment should be sent to the National Credit Union Administration, c/o Matthew Canzater, Office of Examination and Insurance, 1775 Duke Street, Alexandria, Virginia 22314.

FURTHERMORE, all technical words or terms used in this Order have meanings defined in the FCUA, the NCUA's Rules and Regulations, Title 12 of the United States Code, and any such words or terms undefined in the foregoing have meanings that accord with the best customs and usage in the credit union industry.

FURTHERMORE, this Order against Southwest Michigan Federal Credit Union incorporates the referenced Stipulation, and the Order is effective upon its issuance.

NATIONAL CREDIT UNION ADMINISTRATION BOARD

By:  _____
Larry Fazio
Director
Office of Examination and Insurance

Dated: 7/28/14

**UNITED STATES OF AMERICA
NATIONAL CREDIT UNION ADMINISTRATION
NATIONAL CREDIT UNION ADMINISTRATION BOARD**

_____)	
In the Matter of)	
Southwest Michigan Federal Credit Union)	Docket No. 14-0036-R1
Charter Number 4103)	
Kalamazoo, MI 49001-0818)	
_____)	

**STIPULATION AND CONSENT
TO ISSUANCE OF AN ORDER OF
ASSESSMENT OF CIVIL MONEY PENALTY**

Southwest Michigan Federal Credit Union, Kalamazoo, MI (“Southwest Michigan”), and the National Credit Union Administration Board (“NCUA”), acting by and through its Director of the Office of Examination and Insurance, hereby make this Stipulation and Consent to Issuance of an Order of Assessment of Civil Money Penalty (“Stipulation”).

Southwest Michigan and the NCUA hereby stipulate and agree as follows:

1. Consideration. The NCUA is of the opinion that Southwest Michigan violated 12 U.S.C. § 1782 of the Federal Credit Union Act (“FCUA”), and 12 C.F.R. § 741.6(a)(2) of the NCUA’s Rules and Regulations (“Rules”) by failing to timely file required reports due on April 25, 2014, covering the March 2014 Call Report and Profile. Accordingly, the NCUA is of the opinion that grounds exist to assess a civil money penalty against Southwest Michigan pursuant to 12 U.S.C. § 1782(a)(3). Southwest Michigan, without admitting or denying that said grounds exist, except those set forth as to Jurisdiction in paragraph 2, desires to avoid the time, cost, and expense of administrative litigation. Accordingly, Southwest Michigan consents to the issuance by NCUA of an Order of Assessment of Civil Money Penalty (“Order of Assessment”) in

consideration of the settlement, compromise, and resolution of all potential administrative claims and charges that have been or might be asserted by NCUA against Southwest Michigan arising out its required filings under the FCUA and Rules for the period specified in the first sentence of this paragraph.

2. Jurisdiction. Pursuant to its authority under the FCUA, 12 U.S.C. §§ 1782, 1786, the NCUA is the appropriate Federal agency to maintain an administrative action against an “insured credit union.” Southwest Michigan is an “insured credit union” within the meaning of the FCUA, 12 U.S.C. § 1752(7). Accordingly, Southwest Michigan admits the jurisdiction of the NCUA over itself and the subject matter of this action.

3. Finality. Southwest Michigan consents to the issuance of the Order of Assessment, and agrees to comply with all of its terms. The Order of Assessment complies with all requirements of law, and issues pursuant to the FCUA, 12 U.S.C. § 1782(a)(3). Upon its issuance, the Order of Assessment is final, effective, and fully enforceable by the NCUA. The laws of the United States of America govern the construction and validity of this Stipulation and the Order of Assessment, and the section and paragraph headings do not affect the interpretation of this Stipulation or the Order of Assessment.

4. Waivers. Southwest Michigan waives its right to an administrative hearing provided by the FCUA, 12 U.S.C. §§ 1782(a)(3), 1786(j), 1786(k)(2). Southwest Michigan further waives its right to seek judicial review of the Order of Assessment, or otherwise challenge the validity or legality of the Order of Assessment.

5. Other Actions. Pursuant to this Stipulation, Southwest Michigan hereby agrees that the Order of Assessment is solely for the purpose of settling and resolving NCUA’s claims against it, as provided by paragraph 1, and does not release, discharge, compromise, settle,

dismiss, resolve, or in any way affect any actions, claims, charges against, or liabilities that may be or have been brought by any other Federal or state government agency or entity other than the NCUA.

WHEREFORE, in consideration of the foregoing, Southwest Michigan Federal Credit Union and the National Credit Union Administration Board execute this Stipulation and Consent to the Issuance of an Order of Assessment of Civil Money Penalty.

Southwest Michigan Federal Credit Union
By a majority of its Directors

W Thomas King
Director

7/16/2014
Date

Stanley S. Francis
Director

7-16-2014
Date

Alan P. Pawlowski
Director

7-16-2014
Date

Jan A. D.
Director

7-16-2014
Date

Janet Kember
Director

7-16-2014
Date

NATIONAL CREDIT UNION ADMINISTRATION BOARD

Larry Fazio
Larry Fazio
Director
Office of Examination and Insurance

7/22/14
Date