

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

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In the Matter of  
Democracy Federal Credit Union  
Charter Number: 1407  
Alexandria, VA 22314

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Docket No. 15-0160-R2

**ORDER OF ASSESSMENT OF CIVIL MONEY PENALTY**

**WHEREAS**, Democracy Federal Credit Union, Alexandria, VA, 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

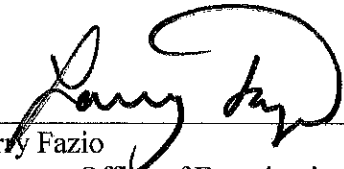
**WHEREAS**, pursuant to the FCUA, the National Credit Union Administration Board (“NCUA”) has authority to issue a final Order where the Respondent consents to the issuance of such an Order.

**NOW THEREFORE, IT IS ORDERED** that within ten (10) calendar days of the date of this Order, Democracy Federal Credit Union shall pay the sum of \$1,000.00 by tendering a certified check (or guaranteed equivalent) 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 Division of Analysis and Surveillance, 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 Democracy 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: 12/23/15

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

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In the Matter of  
Democracy Federal Credit Union  
Charter Number: 1407  
Alexandria, VA 22314

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Docket No. 15-0160-R2

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

Democracy Federal Credit Union, Alexandria, VA ("Democracy"), 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").

Democracy and the NCUA hereby stipulate and agree as follows:

1. Consideration. The NCUA is of the opinion that Democracy 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 October 23, 2015 covering the September 2015 Call Report and Profile. Accordingly, the NCUA is of the opinion that grounds exist to assess a civil money penalty against Democracy pursuant to 12 U.S.C. § 1782(a)(3). Democracy, 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, Democracy 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 Democracy arising out of 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.” Democracy is an “insured credit union” within the meaning of the FCUA, 12 U.S.C. § 1752(7). Accordingly, Democracy admits the jurisdiction of the NCUA over itself and the subject matter of this action.

3. Finality. Democracy consents to the issuance of the Order of Assessment, and agrees to comply with all of its terms. This Stipulation is contingent upon Democracy compliance with the resultant Order of Assessment, including timely payment of the civil money penalty. NCUA reserves the right to seek a higher assessment amount if Democracy fails to comply with this Stipulation or the Order of Assessment. 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. Democracy waives its right to an administrative hearing provided by the FCUA, 12 U.S.C. §§ 1782(a)(3), 1786(j), 1786(k)(2). Democracy 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, Democracy 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.

6. Counterparts and Electronic Copies. This Stipulation may be executed in one or more counterparts, each of which shall be deemed an original, but all of which together constitute one and the same instrument. A facsimile version, photocopy, and/or an electronically scanned image of a signature shall be deemed an original and shall be enforceable as if it is an original signature.

**WHEREFORE,** in consideration of the foregoing, Democracy 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.

**Democracy Federal Credit Union**

By a majority of its Directors

PATRICIA J. ELLIS Patricia J. Ellis  
Director - Print Sign

12/17/15  
Date

JANSEEN SMITH Janseen Smith  
Director - Print Sign

12/17/15  
Date

SAMANTHA FERRISH Samantha Ferrish  
Director - Print Sign

12/19/15  
Date

BARBARA HUNT Barbara Hunt  
Director - Print Sign

12/17/15  
Date

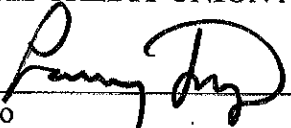
EDWARD A. STOFFLE Edward A. Stoffle  
Director - Print Sign

12/17/15  
Date

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Director - Print Sign

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Date

**NATIONAL CREDIT UNION ADMINISTRATION BOARD**

  
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Larry Fazio  
Director, Office of Examination and Insurance

12/22/18  
\_\_\_\_\_  
Date