



# Federal Housing Finance Agency

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## FINAL SUSPENSION ORDER

The Federal Housing Finance Agency, as safety and soundness regulator of Fannie Mae, Freddie Mac, and the eleven Federal Home Loan Banks (the “regulated entities”), is issuing this Final Order pursuant to the following legal authorities:

1. Section 1313B of the Federal Housing Enterprises Financial Safety and Soundness Act of 1992 (Safety and Soundness Act) authorizes FHFA to establish standards for the regulated entities regarding prudential management of risks. FHFA is authorized to issue orders requiring the regulated entities to take any action that will best carry out the purposes of that section. *See* 12 U.S.C. 4513b(b)(2)(B)(iii).
2. Section 1319G of the Safety and Soundness Act authorizes FHFA to issue any orders necessary to ensure that the purposes of the Safety and Soundness Act are accomplished. *See* 12 U.S.C. 4526(a).
3. Section 1313 of the Safety and Soundness Act authorizes FHFA to exercise such incidental powers as may be necessary in the supervision and regulation of each regulated entity. *See* 12 U.S.C. 4513(a)(2).

Consistent with these authorities, FHFA has determined that any business relationship between Jackie D. Cantley and a regulated entity would present excessive risk to the safety and soundness of the regulated entity.

This determination is based on the following findings:

1. Jackie D. Cantley was employed as a vice president of First State Bank (the “Bank”), a member of the Federal Home Loan Bank of Pittsburgh.
2. Jackie D. Cantley repeatedly approved loans for a number of individuals and related business entities, in violation of the Bank’s policies and procedures, and contrary to sound lending practices.
3. Jackie D. Cantley, being aided and abetted by others, knowingly executed and attempted to execute a scheme and artifice to defraud the Bank and to obtain the moneys, funds, credits, assets, securities and other properties owned by and under the custody and control of the Bank by means of materially false pretenses, representations and promises.

3. On September 15, 2014, Jackie D. Cantley was convicted in the United States District Court, Southern District of West Virginia of Misallocation of Bank Funds in violation of 18 U.S.C. §656. He was sentenced to 60 months of incarceration and 5 years of supervised release.
4. As described in the statement of Indictment filed in the United States District Court for the Southern District of West Virginia, Charleston Grand Jury 2013-1, September 24, 2013, Session, the conduct underlying the conviction listed above occurred in connection with financial transactions.

With this Final Order, FHFA is directing each regulated entity to cease any business relationship with Jackie D. Cantley indefinitely, beginning on May 9, 2017. This suspension extends to any individual, company, partnership or other group that FHFA determines to be an affiliate of Jackie D. Cantley.

The Final Order's requirement for regulated entities to cease any business relationship with Jackie D. Cantley does not apply to the existing or future purchase, sale, modification, foreclosure alternative transaction, or other foreclosure-related transaction of a residential mortgage loan owned by a regulated entity, if Jackie D. Cantley is the borrower of such residential mortgage loan and the transaction is for the borrower's own personal or household residence.

This Final Order is a final action of the Federal Housing Finance Agency.

  
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Alfred M. Pollard  
Suspending Official

3-9-2017  
Date: