

**CREDIT UNION DEPARTMENT
STATE OF TEXAS**

IN THE MATTER OF:)	ORD 13-042-13
)	
KENNETH EDWARD BAKER)	PROHIBITON ORDER
Former Chief Executive Officer)	
Southside Credit Union)	
San Antonio, Texas)	

The Commissioner of the Credit Union Department of the State of Texas ("Department") has determined that Kenneth Edward Baker, while serving as Chief Executive Officer of Southside Credit Union, committed a criminal act that is a substantial detriment to the reputation and conduct of the credit union's business. Based on this finding of misconduct, the Commissioner has determined that this Prohibition Order is necessary to prevent immediate or irreparable harm to the public or a Credit Union or its depositors, creditors, or members.

Kenneth Edward Baker has violated the following laws, rules, or regulations:

18 U.S.C. § 657 *Lending, credit and insurance institutions*; and

Tex. Penal Code § 31.03. *Theft.*

Kenneth Edward Baker's violations have resulted in financial harm to Southside Credit Union.

Therefore, in accordance with Section 122.258 of the Texas Finance Code, the Commissioner issues the following:

PROHIBITION ORDER

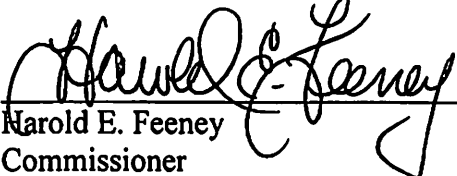
IT IS HEREBY ORDERED that Kenneth Edward Baker may no longer hold office in, be employed by, or participate in the affairs of a Texas state-chartered Credit Union.

Accordingly, Kenneth Edward Baker has no further right, duty, or authority of office or employment in a Texas Credit Union.

The provisions of this ORDER shall be binding upon all Texas state-chartered Credit Unions, its directors, officers, employees, agents, and other persons participating in the conduct of the affairs of this Credit Union.

This ORDER shall be effective immediately and remain effective and enforceable until such time it is rescinded.

SO ORDERED this 29th day of AUGUST 2013


Harold E. Feeney
Commissioner

NOTICE OF CONFIDENTIALITY

Section 122.261 of the Texas Finance Code generally requires confidentiality of Department Orders and documents and records related thereto. However, this section permits the Commissioner to release information regarding the existence of a final order to the public if the Commissioner concludes that the release would enhance effective enforcement of the order.

NOTICE OF PENALTY

Pursuant to Section 122.260 of the Texas Finance Code, if a credit union or other person designated in a final order does not comply with the order, the Commissioner, after giving notice, may assess an administrative penalty against the credit union, the designated person, or both in an amount of not less than \$100 or more than \$10,000 each for each day of the violation of the order. The credit union may not reimburse or indemnify a person for any part of the administrative penalty. The Commissioner may bring suit for injunction or to collect the administrative penalty in a district court of Travis County.

NOTICE OF OPPORTUNITY FOR HEARING

The Credit Union is advised that under Credit Union Commission Rule 93.401, this order is final, unless within ten (10) days of service of the order, the board of directors of the Credit Union or the person removed files a written request with the Commissioner for a hearing before the State Office of Administrative Hearings. The filing of an appeal does not suspend a removal order pursuant to Section 122.259 of the Texas Finance Code. A written request to stay the effectiveness of part or all of the order until the appeal is heard must be made in accordance with Credit Union Commission Rule 93.402.

ORIGINAL of the foregoing filed this 29th day of August, 2013, in the office of:

Harold E. Feeney
Commissioner
Credit Union Department State of Texas
914 East Anderson Lane
Austin, Texas 78752-1699

COPY MAILED SAME DATE by
First Class and Certified Mail, Return Receipt Requested, to:

Kenneth Edward Baker
128 Faith Lane
Bayfield, CO 81122

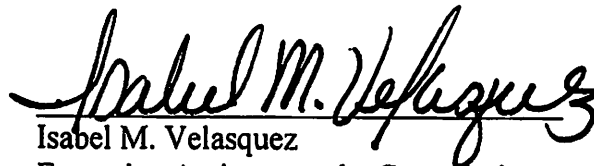
Don Vinez, President
Southside Credit Union
P.O. Box 240220
San Antonio, Texas 78224-0220


[Signature of Mailer]

CERTIFICATE OF SERVICE

I certify that on this 29th day of August, 2013, I served the foregoing Prohibition Order upon Kenneth Edward Baker by first class and certified mail to 128 Faith Lane, Bayfield, CO 81122, the most recent address of record with the Department.

Certified Mail: 7005-1160-0000-0843-2751



Isabel M. Velasquez
Executive Assistant to the Commissioner
Credit Union Department State of Texas