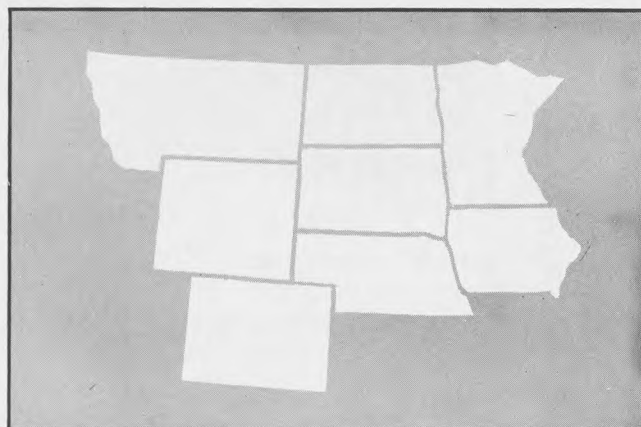


NORTHWESTERN Banker

Oldest Financial Journal West of the Mississippi



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July 24, 1967

Federal Charters for Mutual Savings Banks?

Both pro and con testimonies over a bill concerning the Federal chartering of mutual savings banks were given before a subcommittee of the House Banking and Currency Committee last week. The bill, pending before the Subcommittee on Bank Supervision and Insurance, is designed to encourage formation of the lending institutions which now operate in only 18 states under state charters.

Speaking before the subcommittee, John E. Horne, chairman of the Federal Home Loan Bank, recommended the proposed legislation. "The development of federal mutual savings banks can make a significant contribution towards improving the allocation of resources within this country," Mr. Horne said.

Opposition to the bill, however, was expressed by Jack T. Conn, president of the American Bankers Association and chairman of the Fidelity National Bank and Trust Company of Oklahoma City, Oklahoma. Mr. Conn, also speaking before the House subcommittee, outlined three basic reasons why he and the A.B.A. opposed the bill.

First, he said, the measure "would create an anomalous system of quasi-banks supervised and insured and paying taxes not like banks but like savings and loan

associations, and yet having far broader powers than most savings and loans."

Second, Mr. Conn pointed out that the bill "would violate certain basic principles of the dual banking system, both by permitting branching by Federal institutions where state laws prohibit similar state institutions from branching, and even more fundamentally by permitting the chartering of these new quasi-banks in states which do not want them."

Third, Mr. Conn stated that "no evidence has been shown that the creation of this new system of so-called banks would in fact provide a needed service, either from the point of view of savers looking for deposit-type institutions, or from the point of view of homebuilders and homebuyers seeking mortgage funds."

Mr. Conn further expressed strong reservations concerning the designation of the Federal Home Loan Bank Board as the chartering and supervising agency of the proposed new system, since that agency is oriented toward the peculiar problem of the savings and loan industry.

He also questioned the advisability of replacing "a large segment of the savings and loan system -- traditionally and legally oriented to thrift and home owner-

ship -- with a system of thrift institutions that could make loans and investments for almost any conceivable purpose. Mr. Conn rejected the notion that broad investment powers for the proposed mutual savings banks will increase funds available for home financing.

Although the bill appears to be headed for much opposition from banking quarters, supporters of the measure believe the full House Banking Committee will send the bill to the House floor, provided the bill survives the subcommittee. Legislation for federal chartering of the mutual savings banks never went beyond committee consideration in the last Congress.

NATIONAL NEWS

NEW YORK: Ronald G. Ancker and Richard C. Borella have been elected vice presidents of Chase Manhattan Bank. Mr. Ancker is in charge of the bank's check processing operations, and Mr. Borella serves in the international department.

URBANA, ILL.: Approximately 50 examiner-students are expected at the fourth annual session of the School for State Bank Examining Personnel at University of Illinois' Urbana campus July 23-28. The school is co-sponsored by the University and by the National Association of Supervisors of State Banks.

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IOWA NEWS

ALGONA: F. L. (Roy) McMahon was honored at a party given for him by the officers and directors of the Iowa State Bank on the occasion of his 50th anniversary as a banker. Mr. McMahon has been with the Iowa State Bank since its incorporation in 1928.

BOONE: The Boone State Bank & Trust Company has been granted permission by the FDIC to establish a branch office at 1326 So. Story Street in Boone.

CENTRAL CITY: Ground was broken recently for a new bank building for the City State Bank. Completion is slated for late 1967.

FORT DODGE: John M. Peters was elected trust officer of The State Bank last week. Mr. Peters has been an attorney in Fort Dodge since 1952.

HARLAN: Dick O'Bryan recently joined Harlan National Bank as assistant vice president. Mr. O'Bryan was previously assistant cashier at the First National Bank of Winona, Minnesota.



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personal service to every correspondent. Personally!
SECURITY NATIONAL BANK

HAWARDEN: Nearly 1,000 persons attended the recent open house at the Farmers State Bank, celebrating its 50th anniversary this year.

INDIANOLA: Richard W. Haldeman, vice president and loan officer of the Peoples Trust and Savings died recently at the age of 47. Mr. Haldeman had been with the bank since 1943.

KNOXVILLE: Joy Collins, 82, died recently in Knoxville. Mr. Collins was president of Iowa State Savings Bank from 1933 until his retirement in 1959, and was active in civic affairs in Knoxville.

MELBOURNE: Melbourne Savings Bank's application for limited trust powers was recently approved by the FDIC.

PILOT GROVE: Bernard J. Holtkamp, 79, director of Pilot Grove Savings Bank for the past 50 years, died recently in a Fort Madison hospital.

SAC CITY: Harry Best, cashier of Citizens Savings Bank, resigned recently to accept a position as cashier of the Community National Bank in Galesburg, Illinois.

SIOUX CITY: George A. Johnson, prominent professional farm and ranch management executive in the Sioux City area, has joined the

First National Bank in Sioux City to head the new farm management department.

NEBRASKA NEWS

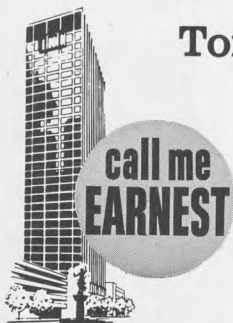
BELLEVUE: Robert J. Strachan has been advanced from assistant vice president to vice president of the First National Bank of Bellevue. Mr. Strachan came to the bank in 1964 from the National Citizens Bank, Mankato, Minnesota.

NORFOLK: Bernard M. DeLay, president of the DeLay First National Bank, spoke recently at the Livestock Market Congress in Great Falls, Montana.

OGALLALA: C. R. Hilderbrand, assistant vice president, was recently promoted to vice president of the First National Bank. Advanced from assistant cashier to assistant vice president was Darrell Bassett, and Jerry Johnson, agricultural representative, was also named assistant cashier. Darrell Pierce was elected an assistant cashier.

OMAHA: Robert Harding has resigned as vice president of the Security National Bank to join First Nebraska Securities in Omaha August 1.

ST. PAUL: Services were held recently for Fred R. Haggart, former vice president of the First



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State Bank of St. Paul.

WEeping WATER: Charles V. Wallick retired recently after 49 years in banking. Mr. Wallick has been with the Nebraska State Bank since 1950.

MINNESOTA NEWS

BLUE EARTH: Clinton D. Kurtz has been elected a vice president of the Blue Earth State Bank. Mr. Kurtz has been in the insurance business for three years.

DULUTH: G. J. Maier, vice president and director of the Northern City National Bank, was recently advanced to senior vice president. Clark Crowell, assistant cashier, was promoted to assistant vice president. Mr. Crowell manages the bank's installment loan department. John Hagberg and Kenneth Olson were elected assistant cashiers. Both men started at Northern City National in 1960.

MINNEAPOLIS: Clinton Morrison, vice president of the First National Bank of Minneapolis, has been designated chairman of the community development advisory panel of the United States Chamber of Commerce.

NEW ULM: Peter Kitzberger, 88, died in New Ulm recently. Mr. Kitzberger was a former vice president at the State Bank of New Ulm, which he served from 1903 to 1960.

ST. PAUL: Hess Kline, president of Kline Oldsmobile, Inc., of St. Paul and Norman C. Mears, vice president of Buckbee-Mears Company, have been elected to the board of directors of the First Security State Bank of St. Paul.

NORTH DAKOTA NEWS

FARGO: Roger D. Tasler has been elected assistant vice president at the First National Bank and Trust Company for operations and personnel. Mr. Tasler had been

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cashier of the Northwestern State Bank in St. Paul.

FARGO: Marvin J. Swan has joined the Merchants National Bank and Trust Company as trust administrator in the tax and farm management division. Mr. Swan had been with the First National Bank of St. Paul.

GREGORY: Mrs. Sophia Harder has retired after 20 years with the Northwestern National Bank.

MANDAN: Al Lennick, auditor and assistant cashier of Mandan Security Bank, has left the bank to assume management of the Rural-Electric Co-operative office in Clements, Minnesota. He served at the Mandan bank from 1961 to 1963 and rejoined the bank last year.

MINOT: Robert Turner has been advanced from assistant vice president to vice president of the Union National Bank. He joined the bank in 1959 as assistant cashier.

WASHBURN: Don Peterson has joined the staff of the Farmers Security Bank of Washburn.

SOUTH DAKOTA NEWS

ABERDEEN: Dean Webb has been elected assistant cashier of the First National Bank. He has served at the Milbank branch of the bank since 1965.

ABERDEEN: El Agena has been elected cashier of the Farmers and Merchants Bank of Aberdeen. He joined the bank in 1964 as an auditor, coming from the Mercantile Bank and Trust Company of Boulder, Colorado.

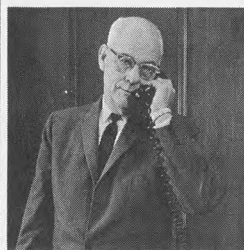
ALEXANDRIA: The FDIC has approved Security State Bank's application to establish a branch at Spencer, South Dakota.

EDGEMONT: Don W. DuToit of Edgemont has been elected to the board of directors of the Southern Hills Bank.

IPSWICH: J. S. Holdhusen, president of the Ipswich State Bank, has been named a member of the South Dakota Banking Commission for a three-year term. Mr. Holdhusen is immediate past president of the South Dakota Bankers Association.

COLORADO NEWS

BRIGHTON: Application has been filed with the regional administrator of national banks in Denver for the establishment of a new commercial bank, the Adams County National Bank of Brighton. The new bank would be affiliated with the Greeley National Bank. Suggested capitalization is \$150,000 in capital, \$100,000 in capital, \$100,000 in surplus and \$102,500 in undivided profits.



Jerry Nelson

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DENVER: A week-long open house was held last week at the newly-remodeled and enlarged National City Bank. The \$250,000 project includes a 40-foot lobby addition, a landscaped sunken garden with fountain, refurbishing, redecorating and expanded vault area. Robert K. Hudson is president of the bank.

DENVER: David W. Knapp has joined the Mountain States Bank as a trust officer. Mr. Knapp was previously associated with a Denver

law firm.

VAIL: The newly-chartered Bank of Vail will open November 1, in time for the skiing season at this resort town, according to Roger L. Reisher, president. Mr. Reisher, also president of the First Westland National Bank in Westland Center, said the operating officer and executive vice president and cashier of the bank will be J. Robert Young, now vice president of First Westland National.

Cashier's position available. Salary to be negotiated. Good future, with possible stock purchase available. Write Box LFB, in care of the NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

COLORADO OPPORTUNITY

Senior or retiring banker and insurance man for newly chartered bank in the heart of the rockies. Must be able to handle operations and general insurance department. Reply to Box SCF, in care of the NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

FOR SALE

Postronix National Accounting Machine - \$300 - Serial No. 5892929; Postindex File Cabinets - LeFebure - 12 files; Addressograph-Multigraph

Folding Machine, Model #195-5, Serial No. 784897. Bank of Denver, 1534 California Street, Denver, Colorado 80202.

FOR SALE

Loan application forms for the modern agricultural banker. Samples on request. Farm Business Council, Inc., P.O. Box F, Urbana, Ill. 61801.

HELP WANTED

Man for all phases of country banking, including loans and insurance. Experience not necessary but helpful. Location eastern North Dakota. Give full information and salary requirements. File HIB, in care of NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

HEAD TELLER WANTED

Suburban metropolitan area bank; \$8 million in assets; eastern Iowa. Need to fill vacancy now. Younger individual preferred, but all applications will be considered. File VTC, NORTHWESTERN BANKER, 306 Fifteenth Street, Des Moines, Iowa 50309.

POSITION WANTED

Specialist in overlines and cattle loans desires work. Offers years of banking experience. Intense desire to please. Backed up by staff of specialists in all phases of banking. For immediate action call Max Roy in Iowa City 338-5224 or at La Salle National Bank, 135 South La Salle St., Chicago, Ill. 60690. (Area Code 312) STate 2-5200.

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POSITION WANTED

Married man, age 30, seeking position in installment loan department. 6½ years experience as manager of credit bureau and collection agency. Must make change in employment before September 1, 1967. Write File MDN, NORTHWESTERN BANKER, 306 Fifteenth Street, Des Moines, Iowa 50309.

CASHIER WANTED

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MANAGING OFFICER - 49 years old, wants purchase opportunity, general banking and examiner experience, BS Degree; Iowa-Missouri preferred...

CASHIER - 35 years old, 10 years banking; desires small town location in Iowa, Minnesota, or Wisconsin. Excellent reference...

LOAN OFFICER - 32 years old, 5 years experience, BA Degree, \$7,500 salary bracket.....

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