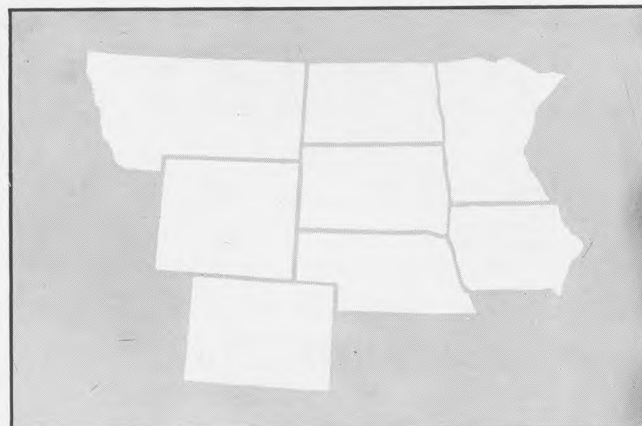


# NORTHWESTERN Banker

Oldest Financial Journal West of the Mississippi



No. 1056

Des Moines, Iowa

September 25, 1967

## Senator Miller Attacks Gold Proposal

"There are officials in the Administration who want to repeal the gold cover so that there will be no discipline preventing them from turning on the printing presses to issue cheap money."

This was the angry reaction of U.S. Senator Jack Miller (R-Iowa) to reports that plans were afoot to seek easing or elimination of the gold cover for the U.S. dollar.

In a Senate speech, Senator Miller sharply attacked the reported statement by Treasury Secretary Henry Fowler that proposals will be submitted to Congress in the near future regarding the gold backing.

The Iowa Republican contrasted this statement with comments by Secretary Fowler on February 8 before the Joint Senate-House Economic Committee.

"I asked Secretary Fowler then whether there were any plans being discussed to ask Congress to reduce or eliminate the gold cover," Senator Miller recalled, adding:

"The Secretary's reply, recorded on page 196 of the Hearings Report, was:

"Not at this time. We think we have for the time being a substantial margin, and that there is no near-term likelihood that would be necessary...As we see the situation now, it is a reasonably stable one, and we wouldn't need to ask for the removal of the cover at this time."

"This is another example of why there is a credibility gap in Washington," Senator Miller charged.

The Iowa Senator pointed out that at the time the new Administration took over in January of 1961 the Treasury gold stock amounted to \$17.7 billion, that it had dropped to \$13.1 billion at the end of 1966, and was listed at \$13 billion as of the end of last August, the lowest since 1938.

"With a 25 percent cover required for U.S. and Federal Reserve notes amounting to \$9.7 billion, this leaves only \$3.3 billion of 'free gold' to meet potential short-term dollar claims of \$14 billion held by official institutions of foreign countries," Senator Miller said.

"Deficit spending and inflationary policies which have cheapened the American dollar are at

the bottom of this crisis," he added.

### BULLETINS....

CLINTON, IOWA: The Comptroller of Currency has approved The Clinton National Bank's request to establish an auto drive-up banking facility at 228 Sixth Avenue South, 90 feet north and across the street from the bank's main office.

DENVER: Max G. Brooks, chairman of the board of the Central Bank & Trust Company, has announced the election of Roger Stokes as a vice president, Ron Jerman, assistant vice president, and Joseph Drew Kennedy, assistant cashier.

DES MOINES: The Iowa-Des Moines National Bank has acquired computer equipment for a Computer Center in Cedar Rapids. It will occupy space in the Peoples Bank & Trust Building. C. W. Aurand, bank president, said that with the establishment of this second remote Computer Service Center, the bank will offer computer-oriented services to banks throughout north-east Iowa. The Iowa-Des Moines earlier this year purchased a computer service firm in Fort Dodge.

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**IOWA NEWS**

**BETTENDORF:** Controlling interest in the Bettendorf Bank and Trust Company has been purchased by a local group headed by Gifford M. Mast, Ralph U. Heninger and George C. Heninger of Davenport and Ralph H. Heninger of Bettendorf.

**CLIMBING HILL:** Climbing Hill Savings Bank will hold an open house in honor of its 50th anniversary on October 14.

**DES MOINES:** William P. Norris has been named vice president of commercial loans for First Federal State Bank. He was formerly president of Iowa Roofing Company of Des Moines. Theodore C. Rasmussen also joined the bank as assistant cashier. He was formerly an operations and installment loan officer with Bank of America in Los Angeles.

**FARLEY:** Joseph F. Kleeman has been elected president of Farley State Bank. Mr. Kleeman joined the bank in 1948 and succeeds the late Joseph L. Mahony as president. John A. Schrandt was elected vice president, and Cletus Fortmann was named to the board of directors.

**MANNING:** The newly remodeled Manning Trust and Savings Bank



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held a special "bankers" open house Thursday, September 21.

**PLAINFIELD:** Farmers State Bank will observe its 50th anniversary on Saturday, October 7.

**NEBRASKA NEWS**

**ALLIANCE:** Fred C. McFall has been named fieldman and representative of The Guardian State Bank.

**BELLEVUE:** The Bank of Bellevue has donated the deed of the Old Log Cabin to the Sarpy County Historical Society.

**DESHLER:** The new Nebraska Security Bank is nearing completion, and the building will be occupied in the very near future.

**GRAND ISLAND:** Frank J. Cleary, senior vice president of First National Bank, has died at the age of 82. Mr. Cleary was a lifelong resident of Grand Island and began his banking career after graduating from high school. He was first employed by the Grand Island Banking Company and was instrumental in founding the State Bank of Grand Island at the time it was merged with the First National Bank.

**HOLDREGE:** William Richards, well-known successful farmer and rancher, has been elected president of the First Security Bank. Mr. Richards is moving from his home north of Orleans into Holdrege. As announced in the September 11 issue, Ralph Misko has sold his controlling interest in the bank to Richard E. Person and John E. Dier, local attorneys, and Winston

Larson, vice president, and William F. Nelson, cashier. Mr. Misko has resigned as president and director. It was first announced that Mr. Person would become president. This subsequent announcement reports the election of Mr. Richards and his affiliation with the bank as an active officer.

**PAWNEE CITY:** David Gregory, one of the legal representatives of the Pawnee Community Corporation, received notice from the state banking department that an application for a new bank charter was denied.

**PIERCE:** Work will begin in the near future on an extensive remodeling project for the exterior of Cones State Bank building. The interior of the building was recently remodeled.

**RALSTON:** Application of the Ralston Bank to establish a drive-in facility has been approved by the FDIC. The drive-in bank will be located at 7600 Park Drive in Ralston.

**STANTON:** William R. Slagle, a former deputy director of banking, will become a new member of the staff at Stanton National Bank. He was formerly a resident of Lincoln. E. E. Murphy will retire from the bank the first of next year.

**SOUTH SIOUX CITY:** The Nebraska State Bank recently broke ground on a new 2,600 square foot addition, which will occupy the north-west corner of 21st and Dakota Avenue. The addition will also contain a community room in the basement and an enclosed walk-up teller window in the drive-in facility. When the Nebraska State Bank was organized in 1920, it had one employee. The bank now has 24 full-time employees.

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## MINNESOTA NEWS

The Minnesota Group of the National Association of Bank Women, has elected a new slate of officers. They are:

Chairman - Miss Betty Ann Malcolm, assistant cashier, Stock Yards National Bank, South St. Paul.

Vice Chairman - Mrs. Hazel E. Rosell, vice president, Fidelity Bank and Trust Company, Minneapolis.

Secretary - Mrs. June P. Hanson, assistant cashier, Second Northwestern National Bank, Minneapolis.

Treasurer - Miss Helen M. Zarling, vice president, Farmers and Merchants State Bank, Breckenridge.

Publicity Chairman - Mrs. Elaine D. Schlemmer, assistant cashier, Farmers Terminal State Bank, Newport.

Membership Chairman - Mrs. Lois M. Johnsen, assistant cashier, National City Bank, Minneapolis.

**GREENBUSH:** Sander Tureson has been added to the staff of Greenbush State Bank as assistant vice president. He comes to Greenbush from Thief River Falls where he was a member of the staff of the Union State Bank.

**MAHNOMEN:** Construction will begin soon to remodel and enlarge First National Bank. An adjoining building has been purchased, and both buildings will be combined to give the bank approximately double its present space.

**MINNEAPOLIS:** Allen Jertson has been named assistant cashier at First National Bank. He was formerly employed by the Northwestern National Bank of Rochester in the installment loan department.

**MINNEAPOLIS:** Ten weekly classes on the topic of human relations are being offered by the American Institute of Banking. The classes, which began September 13, are being held in the Minneapolis Chapter rooms.

**NORTHFIELD:** Fredrick C. Moors, president of Northwestern State Bank, has been elected assistant secretary of Northwest Bancorporation, effective September 1.



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## BANKERS TRUST COMPANY

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**ST. ANTHONY:** Dan Burrill, executive vice president of State Bank of St. Anthony Village, has announced the appointment of Robert R. McCampbell as vice president in charge of the commercial lending department. He was formerly assistant vice president in charge of bank services research at the Valley National Bank in Phoenix. Mickey Emmons has been appointed cashier, and Edna Burrill has been named to the board of directors.

**ST. PAUL:** The Independent Bankers of Minnesota will hold their sixth annual convention at the St. Paul Hilton hotel Wednesday and Thursday, September 27-28.

## SOUTH DAKOTA NEWS

**SIoux FALLS:** Martin J. Colton, president of National Bank of South Dakota, has announced the installation of a new IBM 1240 Bank Data Processing System. Tom Neubel is manager of the Bank's Data Processing Center, and W. T. Johnson is Center supervisor.

## NORTH DAKOTA NEWS

**CANDO:** Application of Towner

County State Bank for FDIC coverage has been approved by the Federal Deposit Insurance Corporation.

## MONTANA NEWS

**LIVINGSTON:** Claude R. Erickson, president and chairman of the board of First Security Bank has announced the appointments of Donald W. Liebsch and James D. Bennett as directors of that institution. Both were formerly vice presidents of First Security Bank.

## COLORADO NEWS

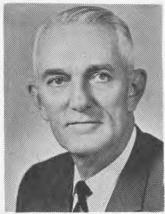
**DENVER:** The Federal Deposit Insurance Corporation has filed a lawsuit for \$353,673. in U. S. District Court in Denver against Elmer E. Phillips, Darrel N. Coba, Eddie J. Hazard, Phillip Malouff, R. Ivan Coombs and James Curtis, six former directors of the Saguache County National Bank in Saguache. The FDIC alleges the six men are responsible for loss of this amount of bank funds because they did not perform their duties properly and because they authorized loans to persons and firms who were bad credit risks.



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### NATIONAL NEWS

CHICAGO: La Salle National Bank recently announced the appointment of James E. DeNaut, Howard A. Pettinger and Thomas B. Sullivan as installment loan officers.

CHICAGO: Homer J. Livingston, chairman of the board of The First National Bank of Chicago, recently announced that the bank will hold its 6th Annual Public Officials Conference at the Palmer House, Thursday, October 5. Over 500 state, county and city officials from Illinois and surrounding states are expected to attend.

NEW YORK: The ABA Convention will open Sunday, September 24 with headquarters at the Americana Hotel. For the complete convention program see page 26 of the September *Northwestern Banker*.

NEW YORK: Dr. James A. Perkins, president of Cornell University, has been appointed to the board of directors of the Chase Manhattan Bank, N.A. Before going to Cornell in 1963, the 55-year-old educator was vice president of the Carnegie Corporation of New York and of the Carnegie Foundation

for the Advancement of Teaching.

NEW YORK: Chase Manhattan Bank, N.A., has lifted the rate it is willing to pay on 90-day certificates of deposit to 5% from 4 3/4%. The weekly Treasury bill auction differential between the average yield on three-month and six-month bills widened to 60 basis points.

SAN FRANCISCO: James M. Hall, California superintendent of banks has requested all state chartered banks in California review their checking account service policies and submit them to him. He said he recently has heard complaints from the public "regarding the incidence and amount of checking account service charges." He has asked bank presidents to discuss service charge policies with boards of directors and to "adopt a firm policy by resolution."

One Major bank in California is said to have derived as much as \$2 million a year from checking account services, although the development of reserve fund plans has reduced that income.

WASHINGTON, D.C.: The House last week passed legislation to extend for a year authority for interest rate ceilings on bank and savings and loan time deposits. House action came only two hours after its Banking Committee approved the bill.

## WANT ADS

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### FOR SALE

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### FOR SALE

Cummins model 300 canceling machine and Cummins model 250 endorsing machine: Contact Peter Burchette, Cashier, Exchange Bank, Bloomfield, Iowa 52537.

### AVAILABLE

Experienced loan officer, 8 years banking and finance - agriculture and business degree. Prefer position with investment opportunity. Write File BLX, in care of the NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

### POSITION WANTED

Bank manager, early 40's, experience in all phases of country banking desires executive position or loan officer position in large bank. Write File PSD, in care of the NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

### BANK OFFICER OPPORTUNITY

Immediate opportunity for operations officer in rural \$2 1/2 million bank in Red River Valley. Some agriculture loan and insurance experience desirable. Good future potential. Send resume, picture and if desired, state salary requirements. File RRV, in care of the NORTHWESTERN BANKER, 306 - 15th St., Des Moines, Iowa 50309.

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The price of a personal, air mail subscription to the Crouse Farm Business Reports. They help keep loan officers and ag representatives ahead of the changing farm picture. Samples available. Farm Business Council, Inc., P.O. Box F, Urbana, Illinois 61801.

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“ “ “ “

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