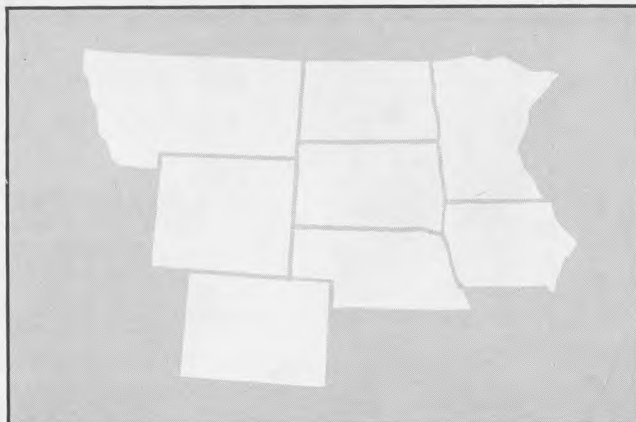


# NORTHWESTERN Banker

Oldest Financial Journal West of the Mississippi



No. 1103

Des Moines, Iowa

June 17, 1968

## Seek to Minimize Fed Chartering Opposition

In spite of last minute efforts by the mutual savings bank and savings and loan industries to save it, the federal chartering bill is still not expected to survive as an amendment to the housing bill.

The full House Banking Committee is expected to reverse the action of its Housing Subcommittee which added the chartering measure to the housing bill, but it is still possible the House Banking Committee will add some riders to help savings and loans attract new funds and increase their investment flexibility.

Although the outlook for federal chartering is not good, it is clear that the amendment will not be given up without a fight. Both the U. S. Savings and Loan League and the National Association of Mutual Savings Banks have written the committee expressing their strong continuing support for the measure. They also are seeking amendments to minimize opposition and to make the bill more immediate help to the savings and loan industry.

Under one amendment, the

word "bank" could only be used by federal savings associations in states where this term is permitted to a state-chartered thrift institution.

Under another, the chartering bill's prohibition against interlocking directorates would be changed to permit present interlocking directorships with other financial institutions to continue for two years, after which interlocks could continue only for up to one-third of an institution's board of directors. These would end after the directors die or cease to continue on the board.

Most important, however, are a series of amendments which would make some of the new powers contained in the chartering bill effective immediately for federal savings and loans. As the bill is presently written, savings and loans could take advantage of these expanded powers only after two years.

These amendments, which might be enacted separately if the chartering bill fails, would:

1. Authorize federal savings and loans to accept "deposits" and pay "interest," rather than

accept "shares" and pay "dividends," an important change in terminology; permit federals to issue various certificates "or other evidences of obligations to repay"; and prevent any association from delaying payments to savers for more than 30 days without the specific permission of the Federal Home Loan Bank Board (FHLBB).

2. Authorize federal savings and loans to issue notes, bonds, debentures and other securities, except capital stock, under the specific control of the FHLBB.

3. Permit associations to act as trustee or custodian of assets for Keogh-Smathers self-employed pension funds by giving them limited trust powers for this purpose.

4. Authorize the financing of small, single-family homes up to \$5,000 as a home improvement loan and also the financing of home furnishings and equipment under the same authority and limitation.

5. Authorize loans on the security of loans or investments which are otherwise legal for federal savings and loan associations. This would permit

(Continued on Page 4)



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## IOWA-DES MOINES NATIONAL BANK

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### IOWA NEWS

**AUDUBON:** The First State Bank has purchased the building adjacent to the bank's present facility. The wall between the two structures will be removed to enlarge the bank lobby and add several offices.

**BETTENDORF:** Five stockholders in Steel Valley, Inc., of Davenport, a corporation controlling assets of the Security Trust and Savings Bank, have filed an injunction suit in Scott County District Court seeking to block stock transfer plans of the firm's board of directors.

**DES MOINES:** Milton S. Olson, Sr., of Des Moines and a group of associates have purchased the stock of E. R. Haley in General Mortgage Corporation of Iowa. Mr. Olson has been named president.

**DES MOINES:** Marie T. Vranich has been promoted to auditor of East Des Moines National Bank. Mrs. Vranich joined the bank in 1963.

**HUMBOLDT:** J. L. Campbell, Jr.,

has been elected president of the Humboldt Trust and Savings Bank, to succeed his father, J. L. Campbell, who died May 28 following a lengthy illness. Franklin Jaqua has been elected vice president (inactive), to succeed J. L. Campbell, Jr. Both men serve on the bank's board of directors.

**IRWIN:** The following change should be made in the 1968 Iowa-Nebraska Bank Directory. Deposits at the Farmers Savings Bank should be listed as \$2,050,355, instead of \$1,266,648.

**LAKE CITY:** Mrs. Gerald Redenius has assumed duties as teller at the Lake City State Bank, to succeed Jeanne McCarty, who resigned.

**LONE ROCK:** The following addition should be made in the Iowa-Nebraska Bank Directory: Kenneth W. Jackson, president of the Lone Rock Bank.

**RICEVILLE:** Curtis C. Noble has retired from the First National Bank, after being associated with the institution since 1953. Mr. Noble was cashier at the bank.

**SIOUX CITY:** Lance Blue, assistant cashier, correspondent bank division, at the Security National Bank, has left the bank to take a position with Union Bank, Los Angeles, Calif., in the business development department.

**WATERLOO:** The National Bank of Waterloo has filed an appli-

cation with the Comptroller of the Currency for permission to establish a facility at Crossroads Shopping Center, Waterloo.

### NEBRASKA NEWS

**BEATRICE:** A charter for the Beatrice State Bank has been issued by the Nebraska State Banking Department. The new bank is capitalized at \$300,000. The location of the bank will be announced later. Officers will be elected at the next regular board meeting.

**CARROLL:** David Luhr of Laurel is the new agricultural representative for the Farmers State Bank.

**KEARNEY:** A group of Kearney and Holdrege businessmen has applied to the Comptroller of the Currency for a charter to organize a new national bank in Kearney. The bank would be known as the Buffalo National Bank, with a proposed capitalization of \$500,000.

**MURRAY:** John Meeske, a graduate of the University of Nebraska, has joined the staff of the Murray State Bank.

**NORFOLK:** The National Bank of Norfolk, which is now undergoing an extensive expansion and remodeling project, has also changed its name to the Northwestern National Bank of Norfolk.

Robert F. Pribil, a June graduate of Creighton University, has joined the bank staff. He has been employed by the First National Bank of Council Bluffs, Iowa, for the last four years while attending school.

**OMAHA:** Plans for construction of the new U. S. National Bank of Omaha have been announced by Edward W. Lyman, bank president. The new structure, to extend from Farnam to Douglas on 20th St., will be Omaha's largest



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**OVERTON:** The Overton National Bank has been sold by J. L. Carter, bank president, to Harold H. Neill, Thomas H. Neill and Donald E. Kearney. Mr. Kearney is executive vice president of the Elm Creek State Bank, and Mr. Thomas Neill is cashier at that same bank. No officer or employee changes have been announced at this time. Robert Kruger of Omaha negotiated the sale.

**TEKAMAH:** Tom Miller, 31, a Storm Lake, Iowa, insurance man and University of Nebraska graduate, has been named to a banking and insurance post at the First National Bank. He is a native of Lincoln and will transact most of the bank's insurance business.

## MINNESOTA NEWS

**CANNON FALLS:** The First National Bank recently celebrated its 90th anniversary. The bank has been located on the same site for the entire 90 years. J. O. Hagen also celebrated his 42nd year with the bank.

**EDINA:** Edmund B. Dunn, partner in Dunn & Curry Real Estate Company, has been named a director of the First Southdale National Bank. Remodeling and enlargement of the bank's customer service department also has just been completed. A new drive-up teller facility is scheduled to open at the bank in the immediate future.

**MINNEAPOLIS:** Robert P. Monge has been elected mortgage loan officer at the Marquette National Bank. He joined the bank in April, 1967.

**MINNEAPOLIS:** The following men have been elected officers of the Minnesota Bankers Association, which held its annual convention June 10-12 at the Radisson Hotel: President - J. J. Choromanski, president of the Crystal State Bank; vice president - S. R. Wheaton, executive vice president of the First National Bank, Elk River; treasurer - Ora G. Jones, Jr., president of the Federal Reserve Bank of St. Louis

ident of the Goodhue County National Bank, Red Wing. Approximately 2,200 attended the convention. The full story and pictures of the convention will appear in the July *Northwestern Banker*.

**ST. PAUL:** Several personnel changes have been announced at the First National Bank. Senior Vice Presidents Clarence G. Frame and Lloyd L. Leider have been elected to the newly created positions of executive vice presidents. Wallace L. Boss and Franklin E. Truax, both vice presidents, have been named senior vice presidents. Mr. Boss is in charge of the correspondent bank division of the 9th Federal Reserve District. Assistant Vice Presidents Dale S. Hanson and Edward G. Wollerman have been elected vice presidents. The announcements were made by Philip H. Nason, bank president.

**TWO HARBORS:** Palmer Hoffland, 27, has been named cashier of the First National Bank. He was formerly assistant cashier of the Northwestern National Bank in Hastings, Minn.

## ILLINOIS NEWS

**CHICAGO:** John V. Aguiar, Jr., Joseph S. Martorano and George E. Tashjian have been elected operations officers at the National Boulevard Bank.

**CHICAGO:** Roland C. White, investment officer in the investment department of the Harris Trust and Savings Bank, will retire June 30, after more than 20 years of service with the bank.

## COLORADO NEWS

**AURORA:** Application has been filed for a new state bank, the Peoples Bank of Arapahoe County, with the State Bank Commissioner. The proposed bank would be located near the intersection

of East Mississippi Avenue and South Havana Street. Applying for the bank is a group headed by officers and directors of the Peoples Bank and Trust Company, Aurora.

**COLORADO SPRINGS:** Application for a proposed state bank, the Bank of Colorado, has been filed with the Colorado Bank Commissioner Harry Bloom. No definite location has been specified, but the bank would be located somewhere in the southwestern section of the city. Heading the list of applicants for the bank are two officers of the Central Colorado Bank, Colorado Springs. They are Norman L. Wade, senior vice president, and Caywood B. Lindsay, Jr., assistant cashier.

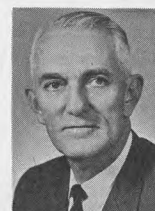
**DENVER:** Funeral services for Joseph Lorett, 81, former manager of the personal loan department of Colorado National Bank, were held June 12.

## WYOMING NEWS

**CASPER:** Gale L. Yingling has been named assistant vice president of Hilltop National Bank.

**CHEYENNE:** The deadline for opening of Cheyenne's fifth commercial bank, The First Cheyenne State Bank, has been extended from June 1 to October 1.

**CHEYENNE:** Kenneth L. McShane, a veteran Cheyenne physician and surgeon, has been named chairman of the board of East Cheyenne National Bank.



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## Fed Chartering...

(Continued from Page 1)

associations to make loans secured by governments under so-called repurchase agreements—a practice which was engaged in until a ruling by the general counsel of the FHLBB that such transactions were not legal under the Home Owners Loan Act.

## NATIONAL NEWS

DAYTON, OHIO: Eugene W. Kettering has been elected chairman of the executive committee, Winters National Bank and Trust Company, and Frank G. Anger has been named chairman of the board and chief executive officer. Mr. Kettering and Mr. Anger were formerly chairman of the board and president of the bank respectively. Robert A. Kerr, senior vice president of the Irving Trust Company of New York, has been named bank president.

KANSAS CITY, MO.: Peter Newquist has joined Commerce Trust Bank as vice president of urban affairs, a newly created position. He is a former executive assistant

to Mayor Davis and is a native of Minneapolis, Minn.

NEW YORK: Robert A. Kerr has resigned as senior vice president of the Irving Trust Company to become president of Winters National Bank and Trust Company in Dayton, Ohio. David K. Darcy, vice president and former assistant manager of the national division, will replace Mr. Kerr as head of the national division.

Alfred S. Moody, Jr., assistant vice president of the mid-west district, has been transferred to the south-west district. Hamilton Shippee, assistant vice president in the south-west district, has been moved to the mid-west district.

NEW YORK: James M. Lane has been promoted to senior vice president and named investment group executive overseeing all research and account management divisions of the Chase Manhattan Bank's fiduciary investment department. He also will succeed John B. Bridgwood, executive vice president and executive officer of the fiduciary investment department, as chairman of the investment policy and trust investment committees when Mr. Bridgwood retires in August. Mr. Lane joined the bank in 1953.

NEW YORK: John L. Newbold, III, has been appointed a vice president of First National City Bank. He is an account officer in the bank's metropolitan division and joined the bank as a trainee in 1960.

ST. JOSEPH: W. Dale Maudlin, assistant vice president of the First National Bank, has been promoted to vice president. Dwight L. Dan-

nen has been elected to the bank's board of directors. He also is a director of the First Stock Yards Bank and president of the Dannen Corporation.

ST. LOUIS: The Mercantile Trust Company has announced it plans to join the growing list of banks with branch offices in Nassau, Bahamas.

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