

ANNOUNCEMENT BY

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
(H.2, 1977 No. 11)

Records Section

1125

Actions of the Board; Applications and Reports

Received During the Week Ending March 12, 1977

ACTIONS OF THE BOARD

Statement by Chairman Arthur F. Burns before the Senate Banking, Housing and Urban Affairs Committee on the condition of the banking system.

Government in the Sunshine Act, Board rules regarding public observation of its meetings.

Consumers Union of the United States, petition requesting that the Board amend its Rules of Procedure to provide for a program of financial assistance to certain participants in Board proceedings.

Regulation Y, the Board decided for the present against adding money orders and similar consumer-type payment instruments to the list of activities that are permissible generally for bank holding companies; the Board will process applications to engage in this type of activity on a case-by-case basis because of the limited number of companies that have expressed interest in entering this business.

First Company, Powell, Wyoming, extension of time to June 17, 1977, within which it may consummate the acquisition of The First National Bank of Powell, Powell, Wyoming. 1/

Cheboygan Bank, Cheboygan, Michigan, to make an investment in bank premises. 1/

Chemical Bank of Binghamton, Binghamton, New York, extension of time within which to establish a branch office at 1935-1997 Lake Street, Town of Elmire, New York. 1/

First National Bank of Boston, Boston, Massachusetts, extension of time to March 14, 1978, within which to complete its investment in Banco de Boston Dominicano, S.A., Dominican Republic. 1/

1/ Application processed on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

Security State Bank, Hartley, Iowa, application for permission to exercise full trust powers. 1/

Baldwyn State Bank, Baldwyn, Mississippi, proposed merger with The Peoples Bank and Trust Company, Tupelo, Mississippi, report to the Federal Deposit Insurance Corporation on competitive factors. 1/

Bank of Auburn, Auburntown, Tennessee, proposed merger with Bank of Commerce, Woodbury, Tennessee, report to the Federal Deposit Insurance Corporation on competitive factors. 1/

1/ Application processed on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD--Continued

To Establish a Domestic Branch Pursuant to Section 9 of the Federal Reserve Act

Approved

Dutchess Bank & Trust Company, Poughkeepsie, New York.
Branch to be established at the Southwest corner of Mill and Garden Streets, City of Poughkeepsie, County of Dutchess. 2/

Piedmont Trust Bank, Martinsville, Virginia. Branch to be established at 200 East Church Street, Martinsville. 2/

Sun Bank of Ocala, Ocala, Florida. Branch to be established near the intersection of Silver Springs Boulevard and Northeast 36th Avenue, Ocala. 2/

Bank of Florida in St. Petersburg, St. Petersburg, Florida. Branch to be established at 2350 - 34th Street, North, St. Petersburg. 2/

Citizens Fidelity Bank & Trust Company, Louisville, Kentucky. Branch to be established at 2901 Bardstown Road, Louisville, Jefferson County. 2/

* * * * *

To Form a Bank Holding Company Pursuant to Section 3(a)(1) of the Bank Holding Company Act of 1956

Approved

First Maywood, Inc., Maywood, Illinois, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to First National Bank of Maywood, Maywood, Illinois. 2/

Spencer Financial Corporation, Spencer, Iowa, for approval to acquire 66.44 per cent or more of the voting shares of Spencer National Bank, Spencer, Iowa. 2/

New York Mills Bancshares, Inc., New York Mills, Minnesota, for approval to acquire 80.8 per cent of the voting shares of Farmers & Merchants State Bank of New York Mills, Incorporated, New York Mills, Minnesota. 2/

2/ Application processed by the Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD--Continued

Firststate, Inc., Topeka, Kansas, for approval to acquire 80 per cent or more of the voting shares of The First State Bank and Trust Company, Topeka, Kansas. 2/

Hildreth State Company, Inc., Hildreth, Nebraska, for approval to acquire 95.6 per cent of the voting shares of The State Bank of Hildreth, Hildreth, Nebraska. 2/

Denied

OLD CANAL BANKSHARES, INC., Lockport, Illinois, for approval to acquire 80 per cent or more of the voting shares of Heritage First National Bank of Lockport, Lockport, Illinois.

* * * * *

To Expand a Bank Holding Company Pursuant to Section 3(a)(3) of the Bank Holding Company Act of 1956

Approved

Lincoln National Company, Bala Cynwyd, Pennsylvania, for approval to acquire indirectly 9.9 per cent of the voting shares of The Byrn Mawr Trust Company, Bryn Mawr, Pennsylvania.

Marshall & Ilsley Corporation, Milwaukee, Wisconsin, for approval to acquire 80 per cent or more of the voting shares of Fox Heights State Bank, Ashwaubenon Township (P.O. Green Bay), Wisconsin. 2/

Spencer National Bank Trust, Spencer, Iowa, for approval to acquire 75.94 per cent of the voting shares of Spencer Financial Corporation, Spencer, Iowa and indirectly acquire 64.62 per cent of the voting shares of Spencer National Bank, Spencer, Iowa. 2/

First City Bancorporation of Texas, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of the successor by merger to East Dallas Bank, Dallas, Texas.

2/ Application processed by the Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

To Retain Bank Shares Acquired in a Fiduciary Capacity Pursuant to Section 3 of the Bank Holding Company Act of 1956

Approved

First United Bancorporation, Inc. and The First National Bank of Fort Worth, both of Fort Worth, Texas, for approval to retain 222 shares of University Bank, Fort Worth, Texas. 2/

* * * * *

To Expand a Bank Holding Company Pursuant to Section 4(c)(8) of the Bank Holding Company Act of 1956

Withdrawn

Fulton National Corporation, Atlanta, Georgia, for approval to engage de novo in various insurance agency activities through Martin and Bazzle Insurance Agency, Inc., Atlanta, Georgia.

Delayed

Citicorp, New York, New York, notification of intent to relocate de novo activities (making of consumer installment personal loans and purchasing consumer installment sales finance contracts; credit related insurance coverages are sold; if this proposal is effected, Nationwide Financial Corporation of Idaho will continue to perform the above mentioned activities at the proposed new location; credit related insurance coverages will be sold in accordance with applicable State laws and regulations; in regard to the sale of credit related insurance, the business of a general insurance agency is not conducted) from 3401 Chinden Boulevard, Boise, Idaho to the Corner of Five Mile Road and Fairview Avenue, Boise, Idaho, through its subsidiary, Nationwide Financial Corporation of Idaho (3/11/77) 3/

Permitted

Worcester Bancorp, Inc., Worcester, Massachusetts, notification of intent to engage in de novo activities (acting as insurance agent or broker in offices at which Worcester Bancorp, Inc. or its subsidiaries are otherwise engaged in business with respect to the following

-
- 2/ Application processed by the Reserve Bank on behalf of the Board of Governors under delegated authority.
- 3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

types of insurance: credit life insurance, credit accident and health insurance, and mortgage redemption insurance) at 172 Central Street, Winchendon, Massachusetts, through a subsidiary, Wornat Insurance Agency, Inc. (3/10/77) 3/

Fidelcor, Inc., Rosemont, Pennsylvania, notification of intent to relocate de novo activities (making and acquiring, consumer and mortgage loans to individuals including second mortgage loans; servicing these loans and possibly other loans secured by mortgages in Massachusetts where the loans are owned by direct or indirect subsidiaries of Fidelcor; engaging in a general consumer finance business; purchasing installment contracts arising from the sale of personal property and services; and with respect to all of the above, selling credit life and credit accident and health insurance, mortgage life and disability insurance, accidental death insurance, and casualty insurance on the collateral; and through Master Life Insurance Company, an indirect subsidiary of Fidelcor, reinsuring credit life insurance and credit accident and health insurance sold) from 933 County Street, Somerset, Massachusetts to 2760 County Street, Somerset, Massachusetts, through its subsidiary, Fidelcor Financial Centers, Inc. (3/9/77) 3/

Fredonia Bancshares, Inc., Fredonia, Kansas, notification of intent to engage in de novo activities (the sale of credit accident and health insurance in connection with extensions of credit by its subsidiary bank, State Bank of Fredonia, Fredonia, Kansas) at 401 North Sixth, Fredonia, Kansas (3/11/77) 3/

BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making and acquiring, loans and other extensions of credit such as would be made or acquired by a finance company including purchasing installment sales finance contracts and financing inventory; making available, fire, theft, and damage insurance on a monthly reporting basis covering only the outstanding indebtedness on inventory; in addition, FinanceAmerica Management Service Corporation proposes to engage in the activity of servicing loans

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

and other extensions of credit) from 1105 Hamilton Street, Allentown, Pennsylvania to Suite 51, 1401 Cedar Crest Boulevard, Allentown, Pennsylvania, through its indirect subsidiaries, FinanceAmerica Management Service Corporation, also d/b/a Manufacturers Credit Corporation; Jarvis Credit Corporation; Specialty Financial Services, Inc.; and Executive Finance Group, Inc., subsidiaries of FinanceAmerica Corporation (3/7/77) 3/

Security Pacific Corporation, Los Angeles, California, notification of intent to relocate de novo activities (making or acquiring, for its own account or others, loans and other extensions of credit including secured and unsecured consumer, commercial, agricultural loans, sales contracts and other forms of receivables and such other types of loans and credit extension as are customarily made or acquired by a finance company; and acting as broker or agent for the sale of credit-related life/accident and health insurance and credit-related property and casualty insurance) from 373 South Main Street, Salt Lake City, Utah to 99 West 7200 South Street, Midvale, Utah, through its subsidiary, The Bankers Investment Company (3/10/77) 3/

Approved

Citicorp, New York, New York, for approval to engage de novo through a new nonbank subsidiary, Citicorp Services, Inc., New York, New York and Buffalo, New York in the activity of issuing and offering on a consignment basis general purpose variable denominated payment instruments.

Republic of Texas Corporation, Dallas, Texas, for approval to retain ownership of the voting shares of Republic Commerce Company, Dallas, Texas and indirect ownership of the voting shares of Republic Money Orders, Inc. and Republic Money Orders of California, Inc., both of Dallas, Texas.

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED

To Establish a Domestic Branch Pursuant to Section
9 of the Federal Reserve Act

Bankers Trust Company of Western New York, Jamestown,
New York. Branch to be established at the Statler
Hilton Building, 107 Delaware Avenue, City of Buffalo,
Erie County.

State Bank of Albany, Albany, New York. Branch to
be established on the West Side of Route 32, approx-
imately one mile north of the intersection of Routes 32
and 81, and in the parking lot of Bryant's Country
Square, Greenville, Green County.

The Peoples-Merchants Trust Company, Canton, Ohio.
Branch to be established at 832 West Maple Street,
Village of Hartville, Lake Township, Stark City.

The Detroit Bank and Trust Company, Detroit, Michigan.
Branch to be established at 660 Jones Street, Detroit.

* * * * *

To Withdraw from Membership in the Federal Reserve
System without a six-month notice as prescribed by
Section 9 of the Federal Reserve Act

Citizens Bank & Trust Company, Campbellsville, Kentucky.

* * * * *

To Establish an Overseas Branch of a Member Bank
Pursuant to Section 25 of the Federal Reserve Act

United California Bank: re - Branch - Manila, Republic
of the Philippines.

APPLICATIONS RECEIVED-Continued

To Form a Bank Holding Company Pursuant to Section
3(a)(1) of the Bank Holding Company Act of 1956

Trade Development Finance (Netherlands Antilles) N.V., Curacao, The Netherlands Antilles and Trade Development Holland Holding B.V., Amsterdam, The Netherlands, for approval to directly acquire 68.63 per cent of the voting shares of Republic New York Corporation, New York, New York and to indirectly acquire 99.9 per cent of the voting shares of Republic National Bank of New York, New York, New York.

Baylake Corp., Sturgeon Bay, Wisconsin, for approval to acquire 80 per cent or more of the voting shares of Bank of Sturgeon Bay, Sturgeon Bay, Wisconsin.

Washington Bancorporation, Washington, Iowa, for approval to acquire 80 per cent or more of the voting shares of The National Bank of Washington, Washington, Iowa (a proposed new bank) the successor by merger to The National Bank of Washington, Washington, Iowa and the successor by merger to Ainsworth State Bank, Ainsworth, Iowa.

* * * * *

To Expand a Bank Holding Company Pursuant to Section
4(c)(8) of the Bank Holding Company Act of 1956

Citicorp, New York, New York, notification of intent to engage in de novo activities (operating as an industrial loan company pursuant to the Utah Industrial Loan Law issuing thrift passbook certificates; if this proposal is effected, the establishment will also be known as Citicorp Person-to-Person Financial Center of Utah) at University Mall, Suite C-52, Orem, Utah, through its subsidiary, Nationwide Financial Services Corporation, presently operating as Citicorp Person-to-Person Financial Center (3/8/77) 3/

3/ 4(c)(8) and 4(c)(12) notificatons processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

First Banc Group of Ohio, Inc., Columbus, Ohio, notification of intent to engage in de novo activities (leasing personal property and equipment, or acting as agent, broker, or adviser in leasing of such property where such property is acquired by the lessor at the request of the lessee for business purposes and where at the inception of the initial lease the expectation is that the effect of the transaction and reasonably anticipated future transactions with the same lessee as to the same property will be to compensate the lessor for not less than the lessor's full investment in the property plus the estimated total cost of financing the property over the term of the lease; making, acquiring, and selling, for its own account or for the account of others, loans and other extensions of credit secured by interests in real property; and servicing loans and other extensions of credit secured by interests in real property for itself and for others) at 8060 Montgomery Road, Suite 201, Cincinnati, Ohio and 100 East Broad Street, Columbus, Ohio, through its wholly-owned subsidiary, First Banc Group Financial Services Corporation (2/28/77) 3/

Fulton National Corporation, Atlanta, Georgia, notification of intent to engage in de novo activities (the sale of insurance directly related to extensions of credit by Fulton National Bank including property and liability insurance, credit life/accident and health insurance, and homeowners and fire and extended coverage insurance) at 55 Marietta Street, N.W., Atlanta, Georgia (3/10/77) 3/

Southeast Banking Corporation, Miami, Florida, notification of intent to engage in de novo activities (performing or carrying on any one or more of the functions or activities that may be performed or carried on by a trust company including activities of a fiduciary, agency or custodian nature) at 1010 Fifth Avenue, South, Naples, Florida, through a subsidiary, Southeast Banks Trust Company, N.A. (3/9/77) 3/

Trust Company of Georgia, Atlanta, Georgia, notification of intent to engage in de novo activities (acting as agent for the sale of decreasing term credit life/accident and health insurance) at 1945 The Exchange, Cobb County, Georgia; 8 LaVista Perimeter Park, Tucker,

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

Georgia; 5444 Bay Center Drive, Tampa, Florida; 1895 Phoenix Boulevard, College Park, Georgia; and 25 Park Place, N.E., Atlanta, Georgia, through a subsidiary, Adair Mortgage Company (3/9/77) 3/

United Kentucky, Inc., Louisville, Kentucky, for approval to acquire the shares of Kesselring-Netherton & Associates, Inc., Louisville, Kentucky (engaged in originating for its own account and the account of others conventional and guaranteed residential mortgage loans, commercial mortgage loans and the servicing of such loans for permanent investors)

BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making or acquiring, for their own account extensions of credit such as would be made or acquired by a finance company; FinanceAmerica Corporation will engage in making consumer installment loans, loans and other extensions of credit to small businesses, and loans secured by real or personal property; FinanceAmerica Industrial Plan, Inc. will engage in purchasing installment sales finance contracts; both corporations will act as agent or broker for the sale of credit related life and credit related accident and disability insurance and credit related property insurance in connection with extensions of credit made or acquired by FinanceAmerica Corporation or FinanceAmerica Industrial Plan, Inc.) from 1833 East 7th Avenue, Tampa, Florida to 205 East Brandon Boulevard, Brandon, Florida, through its indirect subsidiaries, FinanceAmerica Corporation, FinanceAmerica Industrial Plan, Inc. (both Florida Corporations) (3/1/77) 3/

BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making or acquiring, for its own account loans and other extensions of credit such as would be made or acquired by a finance company; such activities will include, but not be limited to, making consumer installment loans, purchasing installment sales finance contracts, making loans and other extensions of credit to small businesses, and making loans secured by real and personal property; acting as agent or broker for the sale of credit related life and credit related accident and disability insurance

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

in connection with extensions of credit by Finance-America Corporation of Massachusetts) from Store 31B, Westgate Shopping Center, Brockton, Massachusetts to Store #11, Park Plaza, 1334 Park Street, Stoughton, Massachusetts, through its indirect subsidiary, FinanceAmerica Corporation of Massachusetts (3/1/77) 3/

BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making or acquiring, for its own account loans and other extensions of credit such as would be made or acquired by a finance company; such activities will include, but not be limited to, making consumer installment loans, purchasing installment sales finance contracts, making loans and other extensions of credit to small businesses; acting as agent or broker for the sale of credit related life and credit related accident and disability insurance and credit related property insurance in connection with extensions of credit made or acquired by Finance-America Corporation) from 525 West Carpenter Road, Flint, Michigan to Suite 5, 1535 East Pierson Road, Flushing, Michigan, through its indirect subsidiary, FinanceAmerica Corporation (a Michigan Corporation) (3/1/77) 3/

BankAmerica Corporation, San Francisco, California, notification of intent to relocate de novo activities (making loans and extending credit, servicing for itself and others, loans and other extensions of credit and providing services incident to such loans and extensions of credit such as would be made or provided by a finance company including, but not limited to, providing funds and/or credit services in connection with the financing of stock and floor plan inventory of distributors and dealers of consumer products; making available to such dealers at their option and cost, fire, theft, and damage insurance on a monthly reporting basis covering only the outstanding indebtedness on such floor plan inventory) from 151 - 87th Street to 347 Gellert Boulevard, Daly City, California, through its indirect subsidiaries, FinanceAmerica Private-Brands, Inc. and Ariens Credit Corporation (Pennsylvania Corporations) and Hupp Credit Corporation (a Delaware Corporation) (3/1/77) 3/

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

First Security Corporation, Salt Lake City, Utah, notification of intent to engage in de novo activities (making or acquiring, for its own account or for the account of others, loans and other extensions of credit such as are normally made by a mortgage company and the servicing of such accounts for itself and for others including commercial and residential loans) at No. 8 East Broadway, Salt Lake City, Utah, through its subsidiary, First Security Mortgage Co. (2/28/77) 3/

First Security Corporation, Salt Lake City, Utah, notification of intent to engage in de novo activities (making or acquiring, for its own account or for the account of others, loans and other extensions of credit such as are normally made by a mortgage company and the servicing of such accounts for itself and for others including commercial and residential loans) at 502 South Main, Rock Springs, Wyoming, through its subsidiary, First Security Mortgage Co. (2/28/77) 3/

* * * * *

To Expand a Bank Holding Company Pursuant to Section 4(c)(12) of the Bank Holding Company Act of 1956

Heights Finance Corporation, Peoria, Illinois, notification of intent to acquire all the direct loan and sales finance receivables of Montgomery County Loan Company, Hillsboro, Illinois (3/10/77) 3/

* * * * *

REPORTS RECEIVED

Registration Statement Filed Pursuant to Section 12(g) of the Securities Exchange Act

Union Trust Company of Wildwood, Wildwood, New Jersey (Amendment #3).

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

REPORTS RECEIVED-Continued

Current Report Filed Pursuant to Section 13 of the
Securities Exchange Act

Hempstead Bank, Hempstead, New York.

Manufacturers Bank & Trust Company of St. Louis, St.
Louis, Missouri.

* * * * *

PETITIONS FOR RULEMAKING

None.