

ANNOUNCEMENT BY  
BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM  
(H.2, 1979 No. 25)

Actions of the Board; Applications and Reports

Received During the Week Ending June 23, 1979

APPLICABLE  
RESERVE BANK

ACTIONS OF THE BOARD

Statement by Governor Philip E. Coldwell before the Subcommittee on the Legislative Process and the Subcommittee on the Rules of the House Committee on Rules presenting the Board's views on H.R. 2, the Sunset Act of 1979, H.R. 65, the Legislative Oversight Act of 1979, and H.R. 2364, the "Regulatory Reform Act of 1979".

Regulation B, Equal Credit Opportunity, the Federal Reserve Board has extended until August 20, 1979, the period for public comment on the question how the specific rules of Regulation B should apply to credit scoring practices. (Docket No. R-0203)

Country exposure lending survey, the results of the survey were made public today; the data cover claims on foreign residents held by all domestic and foreign offices of 129 banking organizations with significant foreign banking operations.

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| Chicago     | ANKENY BANCSHARES, INC., Ankeny, Iowa, extension of time to September 23, 1979, within which to become a bank holding company through the acquisition of 80 per cent or more of the voting shares of Ankeny National Bank, Ankeny, Iowa. <u>1/</u>            |
| Chicago     | HICKORY BANCORP., INC., Chicago, Illinois, extension of time to July 31, 1979, within which to become a bank holding company through the acquisition of 80 per cent or more of the voting shares of Bank of Hickory Hills, Hickory Hills, Illinois. <u>1/</u> |
| Minneapolis | Security State Bank of Houston, Houston, Minnesota, permission to make an investment in bank premises. <u>1/</u>  |
| New York    | Irving Trust Company, New York, New York, issuance of subordinated capital notes. <u>1/</u>   |
| Richmond    | Bank of Virginia, Richmond, Virginia, extension of time within which to establish a branch at 133 North Fairfax Street, Alexandria, Virginia. <u>1/</u>   |

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

ACTIONS OF THE BOARD-Continued

- St. Louis Citizens Bank and Trust Company, Campbellsville, Kentucky, additional extension of time to December 19, 1979, within which to establish a branch at Main Street, Mannsville, Kentucky. 1/
- Chicago Gaylord State Bank, Gaylord, Michigan, extension of time to November 30, 1979, within which to establish a branch on the southeast corner of Old U.S. 27 and Grandview Boulevard, Gaylord, Michigan. 1/
- Atlanta South County Bank, Venice, Florida, extension of time to March 22, 1980, within which to establish a branch at 100 North Tamiami Trail, Nokomis, Florida. 1/
- Atlanta American Arlington Bank, Jacksonville, Florida, and American Mandarin Bank, Jacksonville, Florida, proposed merger with American Beach Boulevard Bank, Jacksonville, Florida; report to the Federal Deposit Insurance Corporation on competitive factors. 1/
- Richmond Cape Fear Bank & Trust Company, Fayetteville, North Carolina, and Capitol National Bank, Raleigh, North Carolina, proposed merger with Waccamaw Bank and Trust Company, Whiteville, North Carolina; report to the Federal Deposit Insurance Corporation on competitive factors. 1/
- Cleveland Eastern Ohio Bank, Union Township, Ohio, proposed merger with Heritage Bank, N.A. - Flushing, Flushing Ohio; report to the Comptroller of the Currency on competitive factors. 1/
- Cleveland Gnadenhuttan Bank, Gnadenhuttan, Ohio, proposed merger with The Peoples National Bank and Trust Company, Dover, Ohio; report to the Comptroller of the Currency on competitive factors. 1/
- Atlanta Limestone Bank, N.A., Athens, Alabama, proposed merger with Citizens National Bank of Limestone County, Athens, Alabama; report to the Comptroller of the Currency on competitive factors. 1/
- Cleveland Society Bank of Painesville, Painesville, Ohio, proposed merger with Society National Bank of Cleveland, Cleveland, Ohio; report to the Comptroller of the Currency on competitive factors. 1/

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

ACTIONS OF THE BOARD-Continued

- New York      State Bank of Fillmore, Fillmore, New York, proposed merger with First Trust Union Bank, Wellsville, New York; report to the Federal Deposit Insurance Corporation on competitive factors. 1/
- Chicago        Urbana National Bank, Urbana, Illinois, proposed merger with Busey First National Bank, Urbana, Illinois; report to the Comptroller of the Currency 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

- New York Irving Trust Company, New York, New York. Branch to be established at Broadcas Center off Cascade Road, Lake Placid Airport, North Elba, Essex County. 1/ & 2/
- New York Irving Trust Company, New York, New York. Branch to be established at Press Center, at the High School Building on School Street, Lake Placid, Essex County. 1/ & 2/
- New York Irving Trust Company, New York, New York. Branch to be established at Olympic Village adjacent to the main lobby of Olympic Village main building, off Route 86, Ray Brook, North Elba, Essex County. 1/ & 2/
- San Francisco United California Bank, Los Angeles, California. Branch to be established in the vicinity of the intersection of the San Diego Freeway and Avery Parkway, Community of Mission Viejo, Orange County. 1/ & 2/
- San Francisco United California Bank, Los Angeles, California. Branch to be established in the vicinity of Aliso Creek and La Paz Road, Unincorporated Community of Laguna Niguel, Orange County. 1/ & 2/

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To Become a Member of the Federal Reserve System Pursuant to Section 9 of the Federal Reserve Act

- Richmond Jefferson Bank of the Valley, Fishersville, Virginia. 1/ & 2/

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

Approved

- Chicago American Ligonier Bancorp, Inc., Ligonier, Indiana, for approval to acquire 80 per cent or more of the voting shares of American State Bank, Ligonier, Indiana. 1/ & 2/

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

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

ACTIONS OF THE BOARD-Continued

- Chicago           Minonk Bancshares, Inc., Minonk, Illinois, for approval to acquire 80 per cent of the voting shares of Minonk State Bank, Minonk, Illinois. 1/ & 2/
- St. Louis         Community Bancorp, Creve Coeur, Missouri, for approval to acquire 80.1 per cent of the voting shares of Community Bank of Morrison, Morrison, Missouri. 2/
- Minneapolis     Montgomery Bancorporation, Inc., Montgomery, Minnesota, for approval to acquire 90 per cent of the voting shares of Citizens State Bank of Montgomery, Montgomery, Minnesota. 2/
- Kansas City     Metropolitan Bancshares, Inc., Kansas City, Missouri, for approval to acquire 83.8 per cent (less directors' qualifying shares) of the voting shares of Metropolitan Bank, Kansas City, Missouri. 1/ & 2/
- Kansas City     Nortonville Bancshares, Inc., Nortonville, Kansas, for approval to acquire 80 per cent or more of the voting shares of Bank of Nortonville, Nortonville, Kansas. 1/ & 2/
- Kansas City     Paonia Financial Services, Inc., Paonia, Colorado, for approval to acquire 80 per cent or more (less directors' qualifying shares) of the voting shares of Paonia State Bank, Paonia, Colorado. 1/ & 2/
- Dallas           Security Bancorp, Inc., San Antonio, Texas, for approval to acquire 90 per cent or more of the voting shares of Security National Bank, San Antonio, Texas. 1/ & 2/

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

Approved

- New York        Horizon Bancorp, Morristown, New Jersey, for approval to acquire 100 per cent of the voting shares of Bergen Bank of Commerce, Paramus, New Jersey. 1/ & 2/
- Richmond        NB Corporation, Charlottesville, Virginia, for approval to acquire 100 per cent of the voting shares of the successor by merger to Jefferson Bank of the Valley, Fishersville, Virginia, a proposed new bank. 1/ & 2/

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

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

ACTIONS OF THE BOARD—Continued

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

Approved

- Richmond Northwestern Financial Corporation, North Wilkesboro, North Carolina, for approval to retain First Atlantic Corporation, Charlotte, North Carolina.
- Chicago Minonk Bancshares, Inc., Minonk, Illinois, for approval to acquire 100 per cent of the Minonk State Insurance Agency, Minonk, Illinois. 1/
- Kansas City Republic Bancorporation, Inc., Tulsa, Oklahoma, for approval to establish a *de novo* office of its wholly-owned subsidiary, Republic Trust and Savings Company, Tulsa, Oklahoma.

Permitted

- New York Chemical New York Corporation, New York, New York, notification of intent to relocate *de novo* activities (making direct loans and purchasing installment sales finance contracts; and acting as agent or broker for the sale of credit related insurance) from 124 North Park Avenue, Warren, Ohio to 4076 Youngstown Road, S.E., Warren, Ohio, through its subsidiary, Sunamerica Financial Corporation (6/22/79) 3/
- Cleveland Pittsburgh National Corporation, Pittsburgh, Pennsylvania, notification of intent to engage in *de novo* activities (to engage in mortgage banking activities, including the making or acquiring and servicing, for its own account or the account of others, loans and other extensions of credit) in the Metropolitan area of Beckley, West Virginia, through its subsidiary, The Kissell Company (6/21/79) 3/
- Richmond Maryland National Corporation, Baltimore, Maryland, notification of intent to engage in *de novo* activities (leasing personal property (including, but not limited to, the leasing of various types of equipment, machinery, vehicles, transportation equipment, and data processing equipment, and including conditional sales contracts and chattel mortgages) where the lease is the functional equivalent of an extension of credit; originating personal property leases as principal or agent; buying, selling, and otherwise dealing in personal property lease contracts as principal or agent; acting as adviser in personal property leasing

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

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

ACTIONS OF THE BOARD-Continued

transactions; and engaging in the sale, as agent or broker, of insurance similar in form and intent to credit life and/or mortgage redemption insurance) at 300 E. Joppa Road, Towson, Maryland, and 10 Light Street, Baltimore, Maryland, through a subsidiary, Maryland National Leasecorp. (6/22/79) 3/

- Atlanta Century Banks, Inc., Fort Lauderdale, Florida, notification of intent to engage in de novo activities (providing bookkeeping or data processing services for the internal operation of Century and its subsidiaries, and storing and processing other banking, financial or related economic data such as performing payroll or billing services) in Jacksonville, Florida, through a subsidiary, Financial Computer Center Inc. (6/23/79) 3/
- San Francisco BankAmerica Corporation, San Francisco, California, 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 as would be made or acquired by a mortgage company; leasing real property or acting as agent, broker or adviser in the leasing of real property in accordance with the provisions of Section 225.4 (a) (6) (b) of Regulation Y; acting as investment or financial adviser to the extent of providing portfolio investment advice to others with emphasis on real property investments and real property interests; servicing loans and other extensions of credit for itself and others) at 1158 East Missouri Avenue, Phoenix, Arizona, through its subsidiary, BA Mortgage and International Realty Corporation (6/16/79) 3/
- San Francisco Patagonia Corporation, Tucson, Arizona, notification of intent to engage in de novo activities (originating residential mortgages for sale to permanent investors as authorized by 12 C.F.R. Section 225.4 (a) (1)) at 3900 East Camelback Road, Phoenix, Arizona, through its subsidiary, Western American Mortgage Company (6/17/79) 3/
- San Francisco Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (acting as escrow agent for the purchase and sale of real property and the execution of all documents and

3/ 4(c) (8) or 4(c) (12) notification processed on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

dispersal of funds relating to loan transactions, and all other activities engaged in by an escrow company) at 593 Bethel Avenue, Port Orchard, Washington, through its subsidiary, Security Pacific Escrow, Inc. (6/23/79) 3/

San Francisco

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (origination and acquisition of mortgage loans, including development and construction loans on multi-family and commercial properties for its own account or for sale to others and the servicing of such loans for others) at 593 Bethel Avenue, Port Orchard, Washington, through its subsidiary, Security Pacific Mortgage Corporation (6/23/79) 3/

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

Permitted

Kansas City

Correction:  
Baldwin-United Corporation, Cincinnati, Ohio, notification of intent to acquire, through its wholly-owned subsidiary, Baldwin Piano & Organ Company, the assets of Music City Manufacturing Company, Nashville, Tennessee. This was mistakenly listed as Received on H.2 No. 18. It should have been listed as Permitted. (5/4/79) 3/

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Certifications Issued Pursuant to the Bank Holding Company Tax Act of 1976

Dallas

Houston Corporation, Houston, Texas, prior certification pursuant to section 6158(a) of the Internal Revenue Code ("Code"), that its proposed divestiture of all of its 66,748 shares of Post Oak Bank, Houston, Texas, through the sale of such shares to W.S. Parish, III, is necessary or appropriate to effectuate the policies of the Bank Holding Company Act (12 U.S.C. § 1841 et seq.) ("BHC Act"). Legal Division Docket No. TCR 76-172 \*/

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

\*/ Processed on behalf of the Board of Governors, acting through its General Counsel, pursuant to delegated authority.



APPLICATIONS RECEIVED

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

- Atlanta Central Bank of Montgomery, Montgomery, Alabama.  
Branch to be established at the Northeast corner of  
the intersection of Vaughn Road and The Eastern Bypass  
in Montgomery. 2/
- San Francisco United California Bank, Los Angeles, California.  
Branch to be established in the vicinity of the  
intersection of Scripps Ranch Boulevard and Red Rock  
Drive, Community of Scripps Miramar Ranch, San Diego.  
2/

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

- Chicago Fidelity Company, Dyersville, Iowa, for approval to  
acquire 80 per cent or more of the voting shares of  
Fidelity Bank & Trust, Dyersville, Iowa. 2/
- St. Louis Hart Bancshares, Inc., Munfordville, Kentucky, for  
approval to acquire 93.1 per cent or more of the  
voting shares of Hart County Bank and Trust Company,  
Munfordville, Kentucky. 2/
- Kansas City Bancshares of Woodward, Inc., Woodward, Oklahoma, for  
approval to acquire 100 per cent (less directors'  
qualifying shares) of the voting shares of The Bank of  
Woodward, Woodward, Oklahoma. 2/
- Kansas City Dannebrog State Company, Dannebrog, Nebraska, for ap-  
proval to acquire 100 per cent (less directors'  
qualifying shares) of the voting shares of State Bank  
of Dannebrog, Dannebrog, Nebraska. 2/
- Kansas City First Wewoka Bancorporation, Inc., Wewoka, Oklahoma,  
for approval to acquire 100 per cent (less directors'  
qualifying shares) of the voting shares of First  
National Bank in Wewoka, Wewoka, Oklahoma. 2/

2/ Application subject to Community Reinvestment Act. The Community  
Reinvestment Officer of the applicable Reserve Bank may be contacted  
as to the length of the comment period.

APPLICATIONS RECEIVED-Continued

- Kansas City MET-STATE CORP., Commerce City, Colorado, for approval to acquire 80 per cent of the voting shares of Metropolitan State Bank, Commerce City, Colorado. 2/
- Kansas City SCB Financial Corporation, Smith Center, Kansas, for approval to acquire an additional 63.8 per cent of the voting shares of The Smith County State Bank and Trust Company, Smith Center, Kansas. 2/
- Kansas City Syracuse Agency, Inc., Syracuse, Nebraska, for approval to acquire 80 per cent or more of the voting shares of The First National Bank of Syracuse, Syracuse, Nebraska. 2/
- Kansas City Union National Bancshares, Chandler, Oklahoma, for approval to acquire 80 per cent or more of the voting shares of The Union National Bank of Chandler, Chandler, Oklahoma. 2/
- Dallas Commercial State Bancshares, Inc., Houston, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of Commercial State Bank, Houston, Texas. 2/

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

- Boston First National Boston Corporation, Boston, Massachusetts, for approval to acquire 100 per cent of the voting shares of Pittsfield National Bank, Pittsfield, Massachusetts. 2/
- New York The Bank of Nova Scotia, Toronto, Ontario, Canada, for approval to acquire 100 per cent of the voting shares of Scotiabank de Puerto Rico, San Juan, Puerto Rico, a proposed new bank. 2/
- Chicago Pacesetter Financial Corporation, Grand Rapids, Michigan, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of Pacesetter Bank-Lansing, N.A., Lansing, Michigan, a proposed new bank. 2/

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

APPLICATIONS RECEIVED-Continued

Chicago Valley Bancorporation, Appleton, Wisconsin, for approval to acquire 80 per cent or more of the voting shares of The Wisconsin National Bank in Watertown, Watertown, Wisconsin. 2/

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

Boston CBT Corporation, Hartford, Connecticut, 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 including the purchasing of accounts receivable such as would be made by a factoring company) at 1040 Avenue of the Americas, New York, New York, through its subsidiary, Lazere Financial Corporation (6/21/79) 3/

Richmond Maryland National Corporation, Baltimore, Maryland, notification of intent to engage in de novo activities (mortgage banker, mortgage broker and mortgage servicing firm, including, but not limited to, second mortgage financing; originating, buying, selling and otherwise dealing in mortgage loans as principal or agent; servicing mortgage loans for affiliated or nonaffiliated entities; acting as adviser in mortgage loan and second mortgage loan transactions; making or acquiring, for its own account or for the account of others, loans and other extensions of credit such as would be made by a finance company or by a credit card company; leasing personal property including, but not limited to, the leasing of various types of equipment, machinery, vehicles, transportation equipment and data processing equipment; originating, buying, selling or otherwise dealing in consumer finance paper, sales finance paper, credit card receivables and personal property leases as principal or agent; servicing consumer finance, sales finance and credit card receivables, and personal property leases for affiliated or nonaffiliated entities; and acting as agent for credit life, credit disability, credit accident and health, loan redemption and loan cancellation insurance in connection with extensions of credit) at Cherry Hill Plaza, 1415 Route 70, Cherry Hill, New Jersey, through its subsidiary, Homeowners Loan Corporation (6/21/79) 3/

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

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

APPLICATIONS RECEIVED-Continued

- Richmond Southern Bancorporation, Inc., Greenville, South Carolina, notification of intent to engage in de novo activities (making extensions of credit as a licensed consumer finance lender under the Consumer Finance Division; and acting as agent for the sale of credit related life, accident and disability insurance, and credit related property and casualty insurance issued in connection with the above mentioned extensions of credit) at 617 Rutledge Street, Camden; 1318 Main Street, Columbia; No. 6 Village Square, Greenwood; 126 N. Main Street, Greenville; Westgate Shopping Center, Lancaster; and 119 N. Spring Street, Spartanburg, South Carolina, through its subsidiary, World Acceptance Corporation (6/18/79) 3/
- Atlanta First Alabama Bancshares, Inc., Montgomery, Alabama, notification of intent to engage in de novo activities (acting as insurance agent or broker with respect to (I) credit life or accident and health insurance that is directly related to the extensions of credit by the proposed First Alabama Bank of Conecuh County and (II) the sale of physical damage insurance which is directly related to an extension of credit by the proposed First Alabama Bank of Conecuh County, a proposed subsidiary of First Alabama Bancshares, Inc.) at 115 East Front Street, Evergreen, Alabama, through a subsidiary, FAD Agency, Inc. (6/21/79) 3/
- Chicago Financial Services Corporation of the Midwest, Rock Island, Illinois, for approval to continue to engage in the activity of operating, and to resume full operations of a consumer finance office, The Money Shops, Inc., located in Morton, Illinois, through its wholly-owned subsidiary, Federal Discount Corporation.
- Chicago R & B Management Corporation, Washington, Illinois, for approval to continue to engage in the sale as agent of credit life, accident and health insurance related to extensions of credit by its subsidiary bank.

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REPORTS RECEIVED

None.

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

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APPLICATIONS RECEIVED-Continued

PETITIONS FOR RULEMAKING

None.