

ANNOUNCEMENT BY  
BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM  
(H.2, 1979 No. 49)

Actions of the Board; Applications and Reports

Received During the Week Ending December 8, 1979

APPLICABLE  
RESERVE BANK

ACTIONS OF THE BOARD

Statement by Governor Nancy H. Teeters before the Subcommittee on Consumer Affairs of the Senate Banking Committee to present the Board's comments on S. 2002, a bill that would require the use of the actuarial method in computing rebates of unearned finance charges in transactions scheduled to be paid in more than 36 installments.

The Board issued a policy statement outlining the penalties for violations of the 1980 divestiture requirements by companies that became bank holding companies as a result of the 1970 amendments to the Bank Holding Company Act.

Regulation K, Interstate Banking Restrictions for Foreign Banks; extension of the comment period to February 3, 1980, on proposed rule and interpretation. (Docket Nos. R-0258 and R-0259)

Forms F.R. Y-7 and F.R. Y-8f, Proposed Report Requirements: Annual Report of Foreign Bank Holding Companies, Foreign Banks, and Foreign Parent Companies; and Report of Intercompany Transactions for Foreign Bank Holding Companies and their U.S. Bank Subsidiaries; extension of the comment period to March 4, 1980. (Docket Nos. R-0256 and R-0257)

Mr. George E. Livingston, Assistant Controller, Office of the Controller, appointment announced, effective December 16, 1979.

ACTIONS OF THE BOARD-Continued

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

Approved

- Philadelphia Girard Bank, Bala Cynwyd, Pennsylvania. Branches to established at Valley Forge Road and Sunnyside Pike, Lansdale, Pennsylvania; 2601 Ridge Pike, Trooper, Pennsylvania, Township Line and Church Road, Abington Township, Elkins Park, Pennsylvania; and 12th and Hamilton Streets, Allentown, Pennsylvania. 1/ & 2/
- Atlanta Metropolitan Bank & Trust Company, Tampa, Florida. Branch to be established at 501 East John F. Kennedy Boulevard, Tampa, Florida. 1/ & 2/
- Chicago Wayne Bank and Trust Co., Cambridge City, Indiana. Branch to be established at 1100 Chester Boulevard, Spring Grove (P.O. Richmond), Wayne County, Indiana. 1/ & 2/
- Chicago Manistee Bank & Trust Co., Manistee, Michigan. Branch to be established in the vicinity of U.S. 31 and Care Center Drive, Filer Township, Manistee County, Michigan. 1/ & 2/

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To Merge Pursuant to Section 18(c) of the Federal Deposit Insurance Act

Approved

- Cleveland The Midwest Bank & Trust Company, Cleveland, Ohio, to merge with The Firelands Community Bank, Huron, Ohio. 1/ & 2/

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

Approved

- San Francisco Home Valley Bank, Cave Junction, Oregon. 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

Issued Intent Not to Disapprove Change of Control Pursuant to Change in Bank Control Act of 1978

Dallas Not Disapproved  
First State Bank, Granger, Texas.

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

Atlanta Approved  
First National Bank of Greater Miami, Hialeah, Florida: grants permission to establish a branch in George Town, Grand Cayman, Cayman Islands.

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Applications and Notifications for International Investments and Other Actions Pursuant to Sections 25 and 25(a) of the Federal Reserve Act and Sections 4(c) (9) and 4(c) (13) of the Bank Holding Company Act of 1956, as amended

New York Approved  
Allied Bank International, New York, New York: grants permission to amend its Articles of Association so as to delete the name of American Security Bank N.A., Washington, D.C., from the list of holders of its common stock.

San Francisco Sixty Day Notification Period Allowed to Expire  
Security Pacific National Bank, Los Angeles, California: no objection to establish a branch in Singapore.

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

Atlanta Withdrawn  
County Bancshares, Inc., Troy, Alabama, for approval to acquire 90 per cent of the voting shares of Pike County Bank, Troy, Alabama. 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.

ACTIONS OF THE BOARD-Continued

- Minneapolis Dickey County Bancorporation, Ellendale, North Dakota, for approval to acquire 98 per cent of the voting shares of The First National Bank and Trust Company of Ellendale, Ellendale, North Dakota. 2/
- Approved
- Chicago Maxwell Bancorporation, Maxwell, Iowa, for approval to acquire 80 per cent or more of the voting shares of Maxwell State Bank, Maxwell, Iowa. 1/ & 2/
- Minneapolis Bradley Bancorporation, Inc., Tomahawk, Wisconsin, for approval to acquire 80 per cent of the voting shares of Bradley Bank, Tomahawk, Wisconsin. 1/ & 2/
- Minneapolis First Dakota Financial Corporation, Bismarck, North Dakota, for approval to acquire 88 per cent of the voting shares of State Bank of Burleigh County Trust Company, Bismarck, North Dakota. 1/ & 2/
- Minneapolis Osakis Bancshares, Inc., Osakis, Minnesota, for approval to acquire 80.3 per cent of the voting shares of The First National Bank of Osakis, Osakis, Minnesota. 1/ & 2/
- Kansas City The Exchange Holding Company, Mound City, Missouri, for approval to acquire 99.5 per cent of the voting shares of Exchange Bank, Mound City, Missouri. 1/ & 2/
- Kansas City First Howard Bankshares, Inc., Howard, Kansas, for approval to acquire 98 per cent of the voting shares of The First National Bank of Howard, Howard, Kansas. 1/ & 2/
- Kansas City Mercer County Bancshares, Inc., Princeton, Missouri, for approval to acquire 80 per cent or more of the voting shares of Princeton State Bank, Princeton, Missouri. 1/ & 2/
- Kansas City National City Bancorporation, Denver, Colorado, for approval to acquire 80 per cent or more of the voting shares of The National City Bank of Denver, Denver, Colorado. 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

- Kansas City Rush Springs Bancorporation, Inc., Rush Springs, Oklahoma, for approval to acquire 80 per cent or more of the voting shares of First National Bank of Rush Springs, Rush Springs, Oklahoma. 1/ & 2/
- Kansas City Watonga Bancshares, Inc., Watonga, Oklahoma, for approval to acquire 80 per cent or more of the voting shares of Watonga State Bank, Watonga, Oklahoma. 1/ & 2/
- Dallas First of Irving, Inc., Irving, Texas, for approval to acquire 100 per cent (less directors' qualifying shares) of the voting shares of First National Bank of Irving, Irving, Texas. 1/ & 2/
- San Francisco Grandville Financial Holdings Limited, Hong Kong, B.C.C., Grandville, California Holdings Inc., San Francisco, California and Halifax Financial Holdings Inc., San Francisco, California, for approval to acquire 99.6 per cent of the voting shares of Independence Bank, Encino, California. 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

- Chicago Approved  
First American Bank Corporation, Kalamazoo, Michigan, for approval to acquire 100 per cent of the voting shares of the successor by merger to Farmers and Merchants State Bank of Sebewaing, Michigan, Sebewaing, Michigan. 1/ & 2/
- Chicago Pacesetter Financial Corporation, Grand Rapids, Michigan, for approval to acquire 100 per cent of the voting shares of the successor by consolidation to Hillsdale State Savings Bank, Hillsdale, Michigan. 1/ & 2/
- St. Louis Central Bancompany, Jefferson City, Missouri, for approval to acquire 90 per cent or more of the voting shares of City Bank and Trust Company of Moberly, Moberly, Missouri. 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-ContinuedDenied

New York United Bank Corporation of New York, Albany, New York, for approval to acquire 100 per cent of the voting shares of the successor by merger to The Schenectady Trust Company, Schenectady, New York. 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

Returned

Chicago Midland Mortgage Corporation, Detroit, Michigan, notification of intent to engage in de novo activities (originating mortgages on single family residential housing in Florida, Washington, D.C., Virginia, Maryland, and Michigan) at 360 First National Building, Detroit, Michigan (12/7/79) 3/

Approved

Richmond First Bankshares Corp. of S.C., Columbia, South Carolina, for approval to retain all of the voting shares of First National Credit Life Insurance Company, Columbia, South Carolina and to continue to engage through it in underwriting credit life insurance which is directly related to extensions of credit by Applicant's subsidiaries. 1/

Atlanta Barnett Banks of Florida, Inc., Jacksonville, Florida, for approval to acquire, through its wholly-owned subsidiary, Verifications, Inc., Jacksonville, Florida substantially all the assets of Telechek Atlanta, Inc., Bethesda, Maryland.

Kansas City Rush Springs Bancorporation, Inc., Rush Springs, Oklahoma, for approval to engage de novo in the sale of credit related insurance by acquiring 100 per cent of the beneficial interest in Rush Springs Business Trust which will own 100 per cent of Rush Springs Insurance Agency, Inc., Rush Springs, Oklahoma. 1/

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-ContinuedDelayed

- Richmond NCNB Corporation, Charlotte, North Carolina, notification of intent to engage in de novo activities (acquiring and liquidating real estate and other property presently owned directly and indirectly by nonbank subsidiaries which property has previously been obtained through foreclosure or otherwise acquired in connection with debts previously contracted) at One NCNB Plaza, Charlotte, North Carolina, through a subsidiary, MAR, Inc. (12/5/79) 3/
- Chicago Court Acceptance Company, Pekin, Illinois, notification of intent to engage in de novo activities (acting as agent for credit life and health and accident insurance related to extensions of credit by its subsidiary, First State Bank of Pekin, Pekin, Illinois) (12/7/79) 3/
- Kansas City Jefferson Bankshares of Colorado, Inc., Lakewood, Colorado, notification of intent to engage in de novo activities (to continue to engage in the sale of credit related insurance) on the premises of Jefferson Bank and Trust, Lakewood, Colorado, through a subsidiary, Lakewood Insurance Agency (12/7/79) 3/

Permitted

- Boston CBT Corporation, Hartford, Connecticut, notification of intent to engage in de novo activities (commercial financing, including the making of loans secured by accounts receivable, inventory, machinery and equipment and real estate, and full payout leasing of equipment) at 4801 Classen Boulevard, Oklahoma City, Oklahoma, through its indirect subsidiary, General Discount Corporation (12/1/79) 3/
- Cleveland Mellon National Corporation, Pittsburgh, Pennsylvania, notification of intent to engage in de novo activities (the sale of credit property insurance) at 521 Main Street, Lafayette, Indiana, through a subsidiary, Freedom Financial Services Corporation (12/7/79) 3/

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

- 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) at 1521 & 1523 Tennessee Street, Vallejo, California, Satellite of Fairfield Production Branch, Northwest California, through a subsidiary, The Kissell Company (12/5/79) 3/
- San Francisco Security Pacific Corporation, Los Angeles, California, notification of intent to relocate de novo activities (to engage in credit related insurance agency activities) from Pasadena, California to San Diego, California, through its subsidiary, SP Insurance Agency, Inc. (12/6/79) 3/

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

AZL Resources, Inc., Phoenix, Arizona, prior certification pursuant to section 6158(a) of the Internal Revenue Code, that its proposed sale of 2,806 shares of common stock of The Alamosa National Bank, Alamosa, Colorado, to an unaffiliated individual, is necessary or appropriate to effectuate the policies of the Bank Holding Company Act. Legal Division Docket No. TCR 76-174 \*/

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
- Cleveland      The Minerva Banking Company, Minerva, Ohio. Branch to be established at 111 East Porter Street, Malvern, Carroll County, Ohio. 2/
- Richmond      Bank of Virginia, Richmond, Virginia. Branch to be established at 8360 Leesburg Pike, McLean, Fairfax County, Virginia. 2/
- Atlanta        Exchange Bank & Trust Company of Florida, Tampa, Florida. To establish an off-site ATM machine at the Hotel/Office Complex, Host Airport Hotel, Tampa, Florida. 2/
- Chicago        Manufacturers Bank of Bay City, Bay City, Michigan. Branch to be established on the north side of Gratiot Road approximately 200 feet east of Frost Drive, Saginaw Township, Saginaw County, Michigan. 2/
- San Francisco   Valley Bank and Trust Company, Salt Lake City, Utah. Branch to be established in the vicinity of 5700 South and Redwood Road, Family Center, Salt Lake City, Utah. 2/
- New York       The Bank of New York, New York, New York. Branch to be established in the vicinity of the intersection of Anderson Hill Road and Lincoln Avenue, Town/Village of Harrison, Westchester County, New York. 2/
- New York       Manufacturers and Traders Trust Company, Buffalo, New York. Branch to be established in the Campus Centre Building of the State University College of Fredonia, Village of Fredonia, Town of Pomfret, Chautauqua County, New York. 2/

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

- Dallas        Clayton State Bank, Clayton, 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-ContinuedTo Form a Bank Holding Company Pursuant to Section 3(a) (1) of the Bank Holding Company Act of 1956

- Atlanta Citrus & Chemical Bancorporation, Inc., Bartow, Florida, for approval to acquire 80 per cent or more of the voting shares of Citrus & Chemical Bank of Bartow, Bartow, Florida. 2/
- Atlanta First Denham Bancshares, Inc., Denham Springs, Louisiana, for approval to acquire 80 per cent or more of the voting shares of First National Bank of Denham Springs, Denham Springs, Louisiana. 2/
- Atlanta Mansura Bancshares, Inc., Mansura, Louisiana, for approval to acquire 80-100 per cent of the voting shares of Mansura State Bank, Mansura, Louisiana. 2/
- St. Louis Peoples Bancshares, Inc., Van Buren, Arkansas, for approval to acquire 83.3 per cent of the voting shares of Peoples Bank & Trust Company, Van Buren, Arkansas. 2/
- Minneapolis Apple Valley Bancshares, Inc., Apple Valley, Minnesota, for approval to acquire 82.73 per cent of the voting shares of First State Bank of Apple Valley, Apple Valley, Minnesota. 2/
- Minneapolis Avon Bancshares, Inc., Avon, Minnesota, for approval to acquire 80 per cent of the voting shares of Avon State Bank, Avon, Minnesota. 2/
- Minneapolis McGregor Bancshares, Inc., McGregor, Minnesota, for approval to acquire 80.2 per cent of the voting shares of State Bank of McGregor, McGregor, Minnesota. 2/
- Kansas City Manco, Inc., Mancos, Colorado, for approval to acquire 80 per cent or more of the voting shares of Mancos State Bank, Mancos, Colorado. 2/
- Dallas Commercial Bancshares, Inc., Wharton, Texas, for approval to acquire 80-100 per cent of the voting shares (less directors' qualifying shares) of Wharton Bank & Trust Company, Wharton, Texas, The Security State Bank, Navasota, Texas and First State Bank of Magnolia, Magnolia, Texas. 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

Dallas Gulf Southwest Bancshares, Inc., Houston, Texas, for approval to acquire 80 per cent or more of the voting shares (less directors' qualifying shares) of Merchants Park 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

New York Horizon Bancorp, Morristown, New Jersey, for approval to acquire 100 per cent of the voting shares of The Marine National Bank of Wildwood, Wildwood, New Jersey. 2/

Kansas City J. R. Montgomery Bancorporation, Lawton, Oklahoma, for approval to acquire an additional 49.9 per cent of the voting shares of The City National Bank and Trust Company of Lawton, Oklahoma, Lawton, Oklahoma. 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

New York Citicorp, New York, New York, notification of intent to expand the service area (to include the entire States of Missouri and Illinois) of an existing office (making or acquiring loans and other extensions of credit, secured or unsecured, for consumer and other purposes; purchasing and servicing for its own account sales finance contracts, the extension of loans to dealers for the financing of inventory (floor planning) and working capital purposes; acting as agent for the sale of property and casualty insurance and for the sale of credit life and credit accident and health insurance directly related to extensions of credit in an expanded service area; credit related life, accident and health may be underwritten by Family Guardian Life Insurance Company, an affiliate of Nationwide Financial Corporation of Missouri) at the Woodcrest Center Building, 12101 Woodcrest Executive Drive, Suite 165, St. Louis, Missouri, through its subsidiary, Nationwide Financial Corporation of Missouri (12/3/79) 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) of 4(c) (12) notification processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

- Atlanta Alabama Bancorporation, Birmingham, Alabama, notification of intent to engage in de novo activities ((1) making or acquiring, for its own account or for the account of others, loans and other extensions of credit (including issuing letters of credit and accepting drafts) such as would be made by a factoring company, a commercial finance company, a consumer finance company or a mortgage company; (2) servicing loans and other extensions of credit for any person; (3) leasing personal property and equipment, or acting as agent, broker or adviser in leasing of such property where at the inception of the initial lease the expectation is that the effect of the transaction and reasonable 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; additionally, as an incident to its lending activities and if requested by its customers, such subsidiary will make provision with an insurance carrier for credit life and accident and health insurance that is directly related to loans to such customers) in Florence, Alabama, through a subsidiary, Alabanc Financial Corporation (11/28/79) 3/
- San Francisco Imperial Bancorp, Los Angeles, California, notification of intent to engage in de novo activities (originating mortgages on single and multi-family residential and commercial nonresidential properties, selling the mortgages to permanent investors, and servicing the loans on behalf of the investors who purchase the mortgages; the company will assist developers, builders and others in obtaining construction loans and other types of loans) at 9920 South LaCienega Boulevard, Inglewood, California, through a wholly-owned subsidiary, Imperial Bancorp Mortgage Company (12/3/79) 3/

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REPORTS RECEIVED

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

United Counties Trust Company, Elizabeth, New Jersey.

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.