

STATE BOARD OF FINANCIAL INSTITUTIONS
MINUTES
June 6, 2012
Columbia, South Carolina

Upon proper call and due notice to all of its members and after having given required public notice, the State Board of Financial Institutions assembled in a meeting this the 6th day of June 2012, with Chairman Curtis M. Loftis, Jr. presiding. Members present were: Messrs. Anderson, Apple, Hart, Hassell, Williams and Ms. Marcum. Members absent were Messrs. Conley, Saunders and Foster. In attendance were Commissioner Louie Jacobs, Interim Commissioner Jim Copeland, Ms. Kathy Bickham, Assistant Commissioner of Banking, Ms. Amy Wright, Secretary to the Board, Ms. Clarissa Adams, Deputy State Treasurer, State Treasurer's Office, Mr. Bill Condon, General Counsel, State Treasurer's Office and Mr. Bill Leidinger, Chief of Staff, State Treasurer's Office.

On motion of Mr. Hassell, duly seconded by Mr. Apple and unanimously carried, the Board approved minutes from the May 2, 2012 meeting.

On motion of Mr. Anderson, duly seconded by Mr. Hart and unanimously carried, the Board accepted the Notice Agenda Items (Blue Agenda) as follows:

Consumer Finance Division

The following Supervised Consumer Finance Licensees have advised of change of address as follows: (a) Carolina Financial Services, Inc. dba National Finance Company from 149 Gadsden Street to 1645 J.A. Cochran Highway, Suite F, Chester; (b) Custom Finance, Inc. from 200 East Smith Street to 311 East Smith Street, Timmonsville; (c) Carolina Title Loans, Inc. from 1701 West Floyd Baker Boulevard Suite B to 1703 West Floyd Baker Boulevard, Suite A, Gaffney; (d) Loan Max, LLC from 1005-D West Floyd Baker Boulevard to 1005-A West Floyd Baker Boulevard, Gaffney; (e) American Financial of Charleston, Inc. from 1669-E Savannah Highway to 1565 Sam Rittenberg Boulevard, Suite 105, Charleston; (f) World Finance Corporation of South Carolina dba Peoples Finance Company from 1219 Taylor Street to 1013 Broad River Road, Suite A, Columbia; (g) HSBC Mortgage Services Inc. from 1421 Kristina Way to 1421 Kristina Way, Suite 100, Chesapeake; (h) Beneficial Financial I, Inc. from 1421 Kristina Way to 1421 Kristina Way, Suite 100, Chesapeake; (i) Beneficial Financial I, Inc. from 26525 North Riverwoods Boulevard to 26525 North Riverwoods Boulevard, Suite 100, Mettawa; (j) Household Finance Corporation II from 26525 Northwoods Boulevard to 26525 Northwoods Boulevard, Suite 100, Mettawa; (k) Local Finance Co. of Orangeburg, LLC from 1014 Chestnut Street to 1115 Orangeburg Mall Circle, Orangeburg; (l) Credit Central, Inc. dba Credit Central from 908 Bacons Bridge Road, Suite 15 to 908 Bacons Bridge Road, Suite 3, Summerville; (m) Southern Finance of South Carolina, Inc. dba Southern Finance Company from 173 Second Street to 1644 State Road, Suite A-5, Cheraw.

Notification has been received that the following Supervised Consumer Finance License has been voluntarily surrendered for cancellation:

1. A-1 Freedom Title Loans, LLC, 1005-A West Floyd Baker Boulevard, Gaffney.
2. Piper Lending & Acquisitions, Inc. dba Absolute Title Loans, 1410 Sunset Boulevard, West Columbia.
3. Piper Lending & Acquisitions, Inc. dba Absolute Title Loans, 517 West Main Street, Spartanburg.
4. Piper Lending & Acquisitions, Inc. dba Absolute Title Loans, 2026 Celanese Road, Rock Hill.
5. Litton Loan Servicing LP, 5373 West Alabama, Suite 600, Houston.
6. Litton Loan Servicing LP, 250 East John Carpenter Freeway, Irving.
7. Litton Loan Servicing LP, 3500 Loop Road, McDonough.
8. TitleDoc, Inc., 7317 Parklane Road, Unit A, Columbia.
9. U.S. Money Shops of South Carolina, LLC dba U. S. Money Shops, 837-B Broad Street, Sumter.
10. Hawk, Inc. dba Lender Loans of Aiken, 152 Laurens Street, NW, Aiken.

EXAMINING DIVISION

None.

SUBCOMMITTEE CHAIR UPDATE

Mr. Hassell, for the Budget Subcommittee stated that the Senate did reduce the authorization for FY13 by \$293,000 which brings the Budget Authorization to \$3,775,875. The reduction was classified by the legislature as an unused authorization adjustment. Ms. Adams stated that the authorization is what can be spent, but that the agency's cash flow is good. Estimated expenses for FY13 are \$3,581,793 leaving \$194,082 as remaining authorization. The FY13 estimated expenses does include the 3% increase for salaries if approved by the legislature. Mr. Jacobs stated that with acquiring new banks and staff needs this could mean that next year, FY14 they will need more money. FY13 is fine but FY14 could be a problem. Mr. Copeland said that expenditures were down for the current fiscal year because they were grossly understaffed.

Ms. Marcum and Mr. Hart did not have a report for the Legislative and Legal Subcommittee.

There was no report from the Policy and Planning Subcommittee.

REGULAR SESSION

Consumer Finance Division

On motion of Mr. Williams duly seconded by Mr. Apple and unanimously carried, the Board approved the requests for Supervised Consumer Finance Licenses for In-State as follows:

1. Request of AutoMoney, Inc. dba AutoMoney, Inc. of Bennettsville for a Supervised Consumer Finance License to operate at 606 Highway 15, Bennettsville, South Carolina 29512. (**#active 34**)
2. Request of Fast Cash Title Loans, LLC for a Supervised Consumer Finance License to operate at 1730 Ashley River Road, Charleston, South Carolina 29407. (**New**)
3. Request of North American Title Loans, LLC dba North American Title Loans for a Supervised Consumer Finance License to operate at 120 US Highway 15, Bennettsville, South Carolina 29512. (**#active 26**)
4. Request of TitleMax of South Carolina, Inc. dba TitleMax for a Supervised Consumer Finance License to operate at 2094 Bells Highway, Walterboro, South Carolina 29488. (**#active 79**)

On motion of Mr. Anderson duly seconded by Mr. Hassell and unanimously carried, the Board approved the requests for Supervised Consumer Finance Licenses for Out-of-State as follows:

5. Request of Palisades Collection, LLC for a Supervised Consumer Finance License to perform certain lending operations in South Carolina from its location at 210 Sylvan Avenue, Englewood Cliffs, New Jersey 07632. (**New**)

On motion of Mr. Hassell duly seconded by Mr. Williams and unanimously carried, the Board approved the request for Check Cashing Level II Services as follows:

6. Request of Syed Ahmed dba Beer & Tobacco Outlet for a license to provide check cashing Level II services at 3610 Ashley Phosphate Road, Suite 3, North Charleston, South Carolina 29418. (**New**)

Other Business

7. Resignation of Tammy Meetze, Auditor III, effective May 23, 2012.

Examining Division

1. On motion of Mr. Anderson duly seconded by Mr. Hart and unanimously carried, the Board approved the request of First Citizens Bank and Trust Company, Inc., Columbia, to close its branch at 5050 Nelson Boulevard, Kingstree.
2. On motion of Mr. Apple duly seconded by Mr. Hassell and unanimously carried, the Board approved the request of First Federal Bank, Charleston, to close its branches at 1012 38th Avenue North, Myrtle Beach, 11975 U.S. Highway 17 Bypass, Murrells Inlet, and 13021 Ocean Highway North, Pawleys Island.

EXECUTIVE SESSION

On motion of Mr. Williams duly seconded by Mr. Anderson and unanimously carried, the Board voted to go into Executive Session to discuss confidential business and proprietary matters.

RETURN TO REGULAR SESSION

On motion of Mr. Anderson, duly seconded by Mr. Hassell and unanimously carried, the Board returned to Regular Session. No vote was taken in Executive Session.

The following actions were taken in Regular Session on items discussed in Executive Session:

Consumer Finance Division

None.

Examining Division

On motion of Mr. Williams duly seconded by Mr. Marcum and unanimously carried, the Board approved the request of Bank of Travelers Rest, Travelers Rest, for approval to pay a cash dividend.

On motion of Mr. Hart duly seconded by Mr. Anderson and unanimously carried, the Board approved the request of South Atlantic Bank, Myrtle Beach, South Carolina, to establish a branch at 10593 Ocean Highway, Unit B, Pawleys Island, South Carolina.

On motion of Mr. Anderson duly seconded by Mr. Apple and unanimously carried, the Board approved the request of Enterprise Bank of South Carolina, Ehrhardt, for an extension of time to March 5, 2017, in which to complete the write down of Other Real Estate known as Pendleton Station, LLC, located at 11 Maverick Drive, Pendleton.

On motion of Mr. Hassell duly seconded by Mr. Apple and unanimously carried, the Board approved the request of The Peoples Bank, Iva, for an extension of time to July

13, 2017, in which to complete the write down of Other Real Estate located at 1029 Thompson Road, Anderson.

On motion of Mr. Williams duly seconded by Mr. Apple and unanimously carried, the Board approved the request of First Community Bank, N. A., Lexington, for an extension of time to July 6, 2013, to convert from a National bank to a South Carolina State chartered bank to be named First Community Bank.

On motion of Mr. Anderson duly seconded by Mr. Hart and unanimously carried, the Board approved the request of SCBT, National Association, Orangeburg, for approval to convert from a National bank to a South Carolina State chartered bank to be named SCBT, and to designate the office at 520 Gervais Street, Columbia, as the Main Office, and retain the office at 950 John C. Calhoun Drive, Orangeburg, as a branch. Approval is also requested to close the branch at 340 Jesse Jewell Parkway, Gainesville, Georgia, after conversion to a State charter.

On motion of Mr. Apple duly seconded by Mr. Anderson and unanimously carried, the Board confirmed the action taken by the Commissioner of Banking in approving the application of First Federal Bank, Charleston, South Carolina, to acquire certain assets and liabilities of Plantation Federal Bank, Pawleys Island, South Carolina and to operate the six offices of Plantation Federal Bank as branches of First Federal Bank, Charleston, South Carolina.

Personnel Matters

Mr. Jacobs gave a brief overview of his accomplishments that had previously been provided to the members in regards to his Agency Head Performance Evaluation for 2011-2012.

On motion of Ms. Marcum duly seconded by Mr. Hart and unanimously carried, the Board assigned the positions for Mr. Jim Copeland and Ms. Gayle Fletcher as Program Managers I with duties and responsibilities as of Dec. 13, 2011 until the Agency Head Salary Study is complete. The Board also recognized that Mr. Copeland will serve as back up to the Commissioner of Consumer Finance in his absence.

Disclosures pursuant to §8-13-700:

Mr. Apple was duly excused from and did not participate in any votes, deliberations, or other actions which involved a potential conflict of interest.

The Board, through consensus, scheduled its next meeting for **July 11, 2012**.

There being no further business, the meeting was adjourned by acclamation.