

STATE BOARD OF FINANCIAL INSTITUTIONS
MINUTES
July 11, 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 July 11, 2012, with Mr. Greg Williams presiding. Members present were: Messrs. Conley, Hart, Hassell, Saunders, Williams, Wright and Ms. Marcum. Members absent were Chairman Loftis, Messrs. Anderson and Apple. In attendance were Commissioner Louie Jacobs, Interim Commissioner Jim Copeland, Ms. Gayle Fletcher, Program Manager, Consumer Finance Division, 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.

Mr. Williams read a note of appreciation and thanks from Mr. Jonathan Foster who was recently replaced on the Board by Mr. Wright.

On motion of Mr. Conley, duly seconded by Mr. Hassell and unanimously carried, the Board approved minutes from the June 6, 2012 meeting.

On motion of Mr. Hart, duly seconded by Mr. Saunders 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) Southern Finance of South Carolina, Inc. dba Southern Finance Company of Bennettsville from 178 Highway 15-401 Bypass West, Suite 2 to 1222 Bennettsville Square, Highway 9 West, Bennettsville; (b) Security Finance Corporation of South Carolina dba Security Finance from 1352 North Pleasantburg Drive to 1366-A North Pleasantburg Drive, Greenville; (c) Credit Central, Inc. dba Credit Central from 182 West Evans Street to 1604 Second Loop Road, Florence; (d) Security Finance Corporation of South Carolina dba Security Finance from 307 South Main Street to 302-B North Main Street, Lancaster; (e) World Finance Corporation of South Carolina dba World Finance Corporation from 148 Gadsden Street to 1452 JA Cochran Bypass, Suite C, Chester; (f) Springleaf Financial Services of South Carolina, Inc. from 10136 Two Notch Road, Suite 6 to 110 Forum Drive, Suite 3, Columbia.

EXAMINING DIVISION

Resignation of Curtis C. Rea, Financial Institutions Examiner III, effective June 15, 2012.

SUBCOMMITTEE CHAIR UPDATE

Mr. Conley, for the Budget Subcommittee stated that the legislature did adopt BOFI's budget which included the reduction of \$293,000 in appropriations and also included a 3% raise for staff. No Governor vetoes affected BOFI. Mr. Hassell expressed concern that BOFI will be able to move forward and have the appropriate allocations and funds necessary to do the job in the future due to upcoming changes as some banks change from Federal to State charters.

Ms. Marcum and Mr. Hart reported for the Legislative and Legal Subcommittee. Mr. Hart stated that the ATM signage bill has passed the House. Ms. Marcum passed out a summary of legislation that they have monitored throughout the year. There was nothing new to report.

There was no report from the Policy and Planning Subcommittee.

Mr. Conley asked that Commissioner Jacobs put together a plan before the September Board meeting to approve any additional staff needs due to potential new institutions coming on board.

REGULAR SESSION

Consumer Finance Division

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

1. Request of 1st Franklin Financial Corporation for a Supervised Consumer Finance License to operate at 1171-B North Fraser Street, Georgetown, South Carolina 29440. (**#active 39**)
2. Request of 1st Franklin Financial Corporation for a Supervised Consumer Finance License to operate at 3076 Dick Pond Road, Unit 3, Myrtle Beach, South Carolina 29588. (**#active 39**)
3. Request of American Title Loans, Inc. dba 521 Title Loans for a Supervised Consumer Finance License to operate at 9789 Charlotte Highway, Suite 100, Fort Mill, South Carolina 29707. (**#active 2**)
4. Request of AutoMoney, Inc. dba AutoMoney, Inc. of Chester for a Supervised Consumer Finance License to operate at 1661 JA Cochran Bypass, Chester, South Carolina 29706. (**#active 35**)

5. Request of AutoMoney, Inc. dba AutoMoney, Inc. of Clover for a Supervised Consumer Finance License to operate at 889 North Main Street, Clover, South Carolina 29710. (**#active 35**)
6. Request of AutoMoney, Inc. dba AutoMoney, Inc. of Lake Wylie for a Supervised Consumer Finance License to operate at 4573 Charlotte Highway, Lake Wylie, South Carolina 29710. (**#active 35**)
7. Request of AutoMoney, Inc. dba AutoMoney, Inc. of York for a Supervised Consumer Finance License to operate at 1356 Filbert Highway, York, South Carolina 29745. (**#active 35**)
8. Request of Credit Central, Inc. dba Credit Central for a Supervised Consumer Finance License to operate at 1512 East Main Street, Rock Hill, South Carolina 29732. (**#active 31**)
9. Request of Credit Central, Inc. dba Credit Central for a Supervised Consumer Finance License to operate at 103 North 12th Street, Unit M, West Columbia, South Carolina 29169. (**#active 31**)
10. Request of Legacy Financial Services, Inc. dba Ridge Loan Company for a Supervised Consumer Finance License to operate at 613 East Main Street, Ridge Spring, South Carolina 29129. (**#active 9**)
11. Request of North American Title Loans, LLC dba North American Title Loans for a Supervised Consumer Finance License to operate at 2559 Highway 17, Little River, South Carolina 29566. (**#active 27**)
12. Request of Pioneer Credit Company for a Supervised Consumer Finance License to operate at 6541-C Rivers Avenue, North Charleston, South Carolina 29406 (**#active 11**)

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

13. Request of CarTitleLoans.net, LLC for a Supervised Consumer Finance License to perform certain lending operations in South Carolina from its location at 4926 Windy Hill Drive, Unit B, Raleigh, North Carolina 27609. (**New**)
14. Request of CarTitleLoans.net, LLC for a Supervised Consumer Finance License to perform certain lending operations in South Carolina from its location at www.cartitleloans.net. (**New**)

Other Business

On motion of Ms. Marcum duly seconded by Mr. Conley and unanimously carried, the Board approved to sign and adopt changes to the Nationwide Mortgage Licensing System & Registry's (NMLS') state agency terms of use agreement.

On motion of Mr. Conley duly seconded by Mr. Hart and unanimously carried, the Board approved the National Mortgage Settlement – Joint mortgage settlement between state-federal regulators and the country's five largest loan servicers finalized.

On motion of Ms. Marcum duly seconded by Mr. Hart and unanimously carried, the Board approved the Board of Financial Institution, Consumer Finance Division's participation in Joint Compliance Examinations with the Consumer Financial Protection Bureau.

Examining Division

On motion of Mr. Conley duly seconded by Mr. Hassell and unanimously carried, the Board approved the request of Sandhills Bank, North Myrtle Beach, to close its branch at 37 West Pine Avenue, McBee.

EXECUTIVE SESSION

On motion of Mr. Hart duly seconded by Mr. Hassell 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. Hart, 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. Hart duly seconded by Mr. Saunders and unanimously carried, the Board approved the request of Congaree State Bank, West Columbia, for approval to pay a cash dividend.

On motion of Mr. Conley duly seconded by Mr. Wright and unanimously carried, the Board approved the request of the plan of conversion of Citizens Building and Loan Association, Greer, South Carolina, to convert from a National mutual savings and loan association to a State chartered mutual savings bank to be named Citizens Building and Loan, SSB.

On motion of Mr. Hart duly seconded by Mr. Wright and unanimously carried, the Board approved the request of Southcoast Community Bank, Mount Pleasant, for approval to purchase property at 297-299 East Bay Street, Charleston.

No motion was made on the request of Neighbors United Credit Union, Greenwood, for approval to purchase property adjacent to 113 East Commodore Drive, Cross Hill.

On motion of Mr. Hassell duly seconded by Mr. Saunders and unanimously carried, the Board authorized the Commissioner of Banking to execute administrative procedures.

Personnel Matters

On motion of Mr. Conley duly seconded by Mr. Hassell and unanimously carried, the Board approved Mr. Jacobs' and Mr. Copeland's reviews.

On motion of Mr. Conley duly seconded by Mr. Hart and unanimously carried, the Board requested Mr. Jacobs and Mr. Copeland to prepare a plan of action to support their 2013 – 2014 budget by August 15, 2012 for the Boards' review.

The Board, through consensus, scheduled its next meeting for **September 5, 2012**.

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