

STATE BOARD OF FINANCIAL INSTITUTIONS
MINUTES
April 2, 2014
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 2nd day of April 2014, with Chairman Loftis presiding. Members present were: Messrs. Anderson, Conley, Hart, Pennington, Saunders, Williams, Wright, and Ms. Marcum. In attendance were Commissioner Louie Jacobs, Interim Commissioner Jim Copeland, Mr. Carl Jeffcoat, Assistant Commissioner, Consumer Finance Division, Ms. Kathy Bickham, Assistant Commissioner, Banking Division, Ms. Amy Wright, Secretary to the Board, Ms. Clarissa Adams, Chief of Staff, State Treasurer's Office, Mr. Robin Johnson, General Counsel, State Treasurer's Office, Ms. Dinah Raven, Deputy State Treasurer, State Treasurer's Office, and Ms. Karen Wicker, Sr. Assistant State Treasurer, State Treasurer's Office.

The Chairman recognized and introduced visitors which were Mr. Mitch Willoughby and Ms. Elizabeth Zeck from the Willoughby Hoefer Law Firm.

On motion of Mr. Anderson, duly seconded by Mr. Pennington and unanimously carried, the Board approved minutes from the March 5, 2014 meeting.

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

Consumer Finance Division

The following Supervised Consumer Finance Licensees have advised of change of address as follows: (a) AutoMoney, Inc. dba AutoMoney, Inc. of North Charleston from 5710 Rivers Avenue, Suite 101 to 5510 Rivers Avenue, North Charleston; (b) World Finance Company of South Carolina, LLC dba World Finance Corporation from 303 East Main Street to 305 East Main Street, Dillon; (c) Pioneer Credit Company from 670 East Main Street to 1400 John B White Boulevard, Spartanburg.

The following Supervised Consumer Finance Licensees have advised of change of name as follows: (a) From Excel Mortgage Servicing, Inc. to Impac Mortgage Corp.

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

1. CashCall, Inc., 1600 South Douglas Road, Anaheim, California.
2. MCTL Investments, Inc. dba Max Cash Title Loans, 3421 Boiling Springs Highway, Boiling Springs.

3. CitiFinancial, Inc., 300 St. Paul Place, Baltimore, Maryland.
4. Residential Credit Solutions, Inc., #7 Times Square, Room 216, New York, New York.
5. Palmetto Advance, LLC, 1 Augusta Street, Suite 302, Greenville.

Other Business

The attached was posted on the SEC Website regarding a Supervised Licensee (World Finance Corporation). It entails a CID (Civil Investigative Demand) from the CFPB (Consumer Financial Protection Bureau). This is for informational purposes. The company has only elaborated that they have received the CID from the CFPB and are preparing the requested documentation.

Examining Division

None.

LEGISLATIVE AND OTHER UPDATES

Ms. Marcum had no formal legislative update. She did pass out a SC Legislative Report for the week of March 24, 2014 which had updates on bills related to mortgage lending.

Mr. Conley spoke on behalf of the Budget, Policy and Planning Committee which met this past month. Mr. Conley briefly went over the monthly financials that were previously mailed to all the Board members. Mr. Conley stated that the STO staff is moving forward on information regarding the agency organization and they will be meeting with Mr. Pennington to help draft further information for the Board.

EXECUTIVE SESSION

On motion of Mr. Conley duly seconded by Mr. Saunders and unanimously carried, the Board voted to go into Executive Session to receive and discuss information pertaining to examinations of institutions required to be made by law, trade secrets, information regarding contractual arrangements, purchase of property, examination findings and receive legal advice.

RETURN TO REGULAR SESSION

On motion of Mr. Conley, duly seconded by Mr. Anderson and unanimously carried, the Board returned to Regular Session. No other 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. Saunders duly seconded by Mr. Anderson and unanimously carried, the Board authorized the Commissioner of Banking to execute administrative procedures.

On motion of Mr. Anderson duly seconded by Mr. Pennington and unanimously carried, the Board approved the application of Security Federal Bank, Aiken, South Carolina, to establish a branch at 1790 Dutch Fork Road, Irmo, South Carolina –SURVEY.

On motion of Mr. Williams duly seconded by Mr. Hart and unanimously carried, the Board approved the application of Security Federal Bank, Aiken, for approval to purchase property in Evans, Georgia.

On motion of Mr. Pennington duly seconded by Mr. Anderson and unanimously carried, the Board approved the application of Nucor Employee's Credit Union, Florence, for an extension of time to April 4, 2016, in which to establish a branch at 3601 Paul R. Lowery Road, Memphis, Tennessee.

Report was given by the Commissioner of Banking on examination findings of financial institutions.

Personnel Matters

Discussion of Interim Director Jim Copeland's Evaluation.

REGULAR SESSION

Consumer Finance Division

On motion of Mr. Conley duly seconded by Mr. Anderson 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 to operate at 761 Main Street, North Myrtle Beach, South Carolina 29582. (**#active43**)

2. Request of AutoMoney, Inc. dba AutoMoney, Inc. – Asheville Hwy. to operate at 1100 Asheville Highway, Spartanburg, South Carolina 29303. **(#active59)**
3. Request of AutoMoney, Inc. dba AutoMoney, Inc. – Indian Land to operate at 9520 Charlotte Highway, Indian Land, South Carolina 29707. **(#active59)**
4. Request of AutoMoney, Inc. dba AutoMoney, Inc. – Spartanburg #2 to operate at 1985 East Main Street, Suite FS2, Spartanburg, South Carolina 29307. **(#active59)**
5. Request of Community Credit of Greenville LLC to operate at 1705 North Main Street, Anderson, South Carolina 29621. **(#active4)**
6. Request of First Credit of Holly Hill dba First Credit to operate at 323 North Parler Street, St. George, South Carolina 29477. **(#active1)**
7. Request of MCRR Investments LLC dba Affordable Title Loans to operate at 305-B North Pinckney Street, Union, South Carolina 29379. **(New)**

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

8. Request of City Title Loan, LLC dba City Loan for a Supervised Consumer Finance License to perform certain lending operations in South Carolina from its location at 3431 Cherry Avenue, Long beach, California 90807. **(New)**
9. Request of City Title Loan, LLC for a Supervised Consumer Finance License to perform certain lending operations in South Carolina from its location at www.cityloan.com **(New)**

On motion of Mr. Anderson duly seconded by Mr. Hart and unanimously carried, the Board approved the request for Deferred Presentment as follows:

10. Request of Cash Doctors, LLC dba Discount Cash Advance for a license to provide deferred presentment services at 2108 South Irby Street, Suite 2, Florence, South Carolina 29505. **(#active5)**

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

11. Request of Krish 07, Inc. dba Dixie Curb Market for a license to provide Check Cashing Level II services at 503 South Church Street, Union, South Carolina 29379. **(New)**

12. Request of Twisha, Inc. dba Quick Mart 2 for a license to provide Check Cashing Level II services at 4811 Broad Street, Loris, South Carolina 29569. **(New)**

Other Business

13. On motion of Mr. Anderson duly seconded by Mr. Conley and unanimously carried, the Board approved the request for approval to present report prepared by Veritec Solutions, LLC to the Senate Banking and Insurance Committee and the House of Representatives Labor, Commerce and Industry Committee as required by §34-39-290 of South Carolina Code of Laws.

Examining Division

None.

The Board, through consensus, scheduled its next meeting for **May 7, 2014**.