

Chairman
THE HONORABLE CURTIS. M. LOFTIS, JR.
State Treasurer



Board Members
SCOTT CONLEY | *Lugoff*
HANSEL B. HART | *Columbia*
RHONDA B. MARCUM | *Mount Pleasant*
W. DONALD PENNINGTON | *Simpsonville*
F. JUSTIN STRICKLAND | *Lexington*
J. DANIEL WALTERS | *Greenville*
HOWARD H. WRIGHT, JR. | *Rock Hill*
K. WAYNE WICKER | *Myrtle Beach*
J. BARRY HAM | *Manning*
JOHN F. WINDLEY | *Columbia*

SOUTH CAROLINA
STATE BOARD OF FINANCIAL INSTITUTIONS

MINUTES

Wednesday, April 3, 2019

10:00 A.M.

**1200 Senate Street, Wade Hampton Office Building
Governor's Conference Room
Columbia, South Carolina**

Upon proper call and due notice to all its members and after having given required public notice, the State Board of Financial Institutions met on the 3rd April 2019, with Chairman Loftis presiding.

Members present were: Messrs. Loftis, Walters, Conley, Ham, Wright, Hart (via phone), Strickland and Ms. Marcum.

In attendance from the Banking Division was Commissioner Rick Green.

In attendance from the Consumer Finance Division were Commissioner Ron Bodvake, Deputy Commissioner Carl Jeffcoat and Review Examiner Quinton Creed.

In attendance from the State Treasurer's Office were Chief of Staff Clarissa Adams, Deputy State Treasurer Cynthia Dannels, HR Manager Lisa O'Sullivan and Assistant to the Chairman Alicia Sharpe.

Visitors in attendance: Tommy Reinheimer (Veritec) and Darryl Ogburn (Director, SC Financial Services Association).

The Agenda for this meeting was approved by General Consent.

The March 6, 2019 Board Minutes were approved by General Consent.

Board Member Recusal or Conflicts of Interest

The Chairman asked if any member had a conflict with an item on the agenda and no member identified a conflict of interest.

Tommy Reinheimer of Veritec, presented the annual report on South Carolina Deferred Presentment Transaction Activity for year ending December 31, 2018.

Commissioner Reports

Commissioner of Consumer Finance Ron Bodvake provided the Board with an update on the following:

Meetings and Conferences

- April – AARMR Spring Training School – Little Rock, AR
- May – KeyMark Annual Meeting – Greenville, SC

Legislation update

- Senate Bill 573

Website Modernization

- Searchable
- Mobile friendly

Reports

- Monthly statistics

Commissioner of Banking Rick Green provided the Board with an update on the following:

Industry Engagement

- Federal Reserve Bank of Richmond (Bickham, Green)
- New Commissioner Orientation Call with CSBS President John Ryan (Green)
- SC Bankers Association Compliance Conference (Green)
- One credit union board meeting (Hughes, Green)
- One bank board meeting (Hughes)
- CSBS Government Relations Fly-In -- Washington, D.C. (Bickham, Dzek)
- NASCUS National Meeting -- National Harbor, MD (Hughes, Felix)

Audit Reports

- Division of State Human Resources -- No exceptions or recommendations, “excellent” audit results. Special thanks for a job well done to:
 - Deputy Commissioner of Banking Kathy Bickham
 - Senior Review Examiner Renee Dzek
 - Administrative Coordinator Susan D’Ambra

Staffing

- Lilasha Dervin promoted to Associate Examiner (2/2019)
- Tyler Horn promoted to Associate Examiner (3/2019)
- Offered and accepted Assistant Examiner position (starts 5/2019)
- Continuing to seek candidates for the remaining vacancies

Committee Reports

Budget and Operations Committee

The Committee update was provided by Howard Wright. He informed the Board that the Committee met on March 21st and received an update on technology and general assembly relations from Commissioner Bodvake; an overview of the Budget and Expense Reports from

both Commissioners; discussed the Commissioners' planning stage documents and other matters concerning personnel and compensation.

Consumer Finance Division Board Approvals

The Consumer Finance Division was advised of an application for a Level II Check Cashing Services License listed in section 7(a) of the agenda. The Consumer Finance Division determined that this item meet the licensing or other requirements defined in the applicable Statutes. The Board adopted a motion to approve this item:

1. Benjamin C. Vereen dba Rosenberg's ABC at 105 Branch Street, Abbeville, South Carolina 29620. (New)

Executive Session

The Board voted unanimously to adjourn into Executive Session.

Assistant to the Chairman Alicia Sharpe, stated the reasons the Board entered into Executive Session: to discuss persons regulated by the Banking Division, to discuss information regarding surveys and examinations of institutions regulated by the Banking Division, to discuss branch establishment applications, for approval to pay a cash dividend, for approval to purchase property, for approval to acquire voting shares, to discuss personnel items and to receive legal advice as needed.

The Board voted unanimously to end Executive Session.

Actions following Executive Session

Voting on Items Discussed in Executive Session

On motion of Mr. Strickland, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the application of GrandSouth Bank, Greenville, South Carolina, to establish a branch at 291 East Bay Street, Charleston, South Carolina.

On motion of Mr. Strickland, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the request of Bank of Greeleyville, Greeleyville, South Carolina for approval to pay a cash dividend in the amount requested by the bank.

On motion of Mr. Marcum, duly seconded by Mr. Strickland, and unanimously carried, the Board voted to approve the request of Bank of the Lowcountry, Walterboro, South Carolina, for approval to purchase property in Mount Pleasant, South Carolina.

On motion of Mr. Ham, duly seconded by Mr. Walters, and unanimously carried, the Board voted to approve the request of First-Citizens Bank & Trust Company, Raleigh, North Carolina, to acquire 100% of the voting shares of First South Bancorp, Inc., Spartanburg, South Carolina, and thereby acquire its wholly owned subsidiary First South Bank, Spartanburg, South Carolina.

Announcements:

The next board meeting will be Wednesday, May 1, 2019.