

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 | *West Columbia*
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, November 7, 2018

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 7th day of November 2018, with Chairman Loftis presiding.

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

Mr. Conley was absent.

In attendance from the Examining Division were Commissioner Bob Davis, Deputy Commissioner Kathy Bickham, Senior Review Examiner Renee Dzek, and Chief Examiner Rick Green.

In attendance from the Consumer Finance Division were Commissioner Ron Bodvake, Deputy Commissioner Carl Jeffcoat, Deputy Commissioner Sally Estes, and Auditor Phyllis Wicker.

In attendance from the State Treasurer's Office were Chief of Staff Clarissa Adams, Deputy State Treasurer Cynthia Dannels, General Counsel Robin Johnson, Attorney Bill Condon, Attorney Laura Baer, HR Manager Lisa O'Sullivan, Communications Director Karen Owens, Kristin Whittaker (Communications Staff), and Assistant to the Chairman Alicia Sharpe.

Visitors in attendance were Carri Grube-Lybarker (SC Department of Consumer Affairs), John Ryan (President and CEO of Conference of State Bank Supervisors (CSBS), and Steve Gilbert (Senate Banking and Insurance Committee).

The Agenda was approved by General Consent.

The October 3, 2018 Board Minutes were approved by General Consent.

Board Member Recusal or Conflicts of Interest

There were no notifications identifying a potential conflict of interest with an item on the agenda.

Presentations

Carri Grube-Lybarker, Administrator - South Carolina Department of Consumer Affairs, presented highlights and an overview of the State of Credit Report. She also briefed the Board on litigation involving Quicken Loans and Cash Central. No decisions have been made regarding either cases.

Commissioner Reports

Commissioner of Banking, Bob Davis and the Banking Division were presented with a plaque certifying accreditation by the Conference of State Bank Supervisors (CSBS) by John Ryan, President and CEO of CSBS.

John Ryan also provided the Board with an update on FinTech.

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

- a. Meetings and Conferences
 - SC Department of Administration HR advisory meeting -Columbia, SC
 - AARMR mortgage examiner fall training -Dallas, TX
- b. Renewals
 - Mortgage renewal period November 1 to December 31
 - Deferred presentment and check cashing renewals complete
- c. Reports
 - Weekly MLO applications
 - CF Division Newsletter
 - Monthly Statistics

Committee Reports

Budget, Operations, Policy, & Planning Committee

Mr. Pennington reported that the Committee did not meet in October. Their next meeting is scheduled for November 15, 2018.

Legislative & Legal Committee

Mr. Hart reported that the Committee met on October 17th and received an update on:

- Recommended changes to deferred presentment, check cashing and supervised code sections.
- Federal Law - Addition of §5117 Employment transition of loan originators to the SAFE Act.
- SC Department of Consumer Affairs regulation effecting certain supervised lenders.

The Committee also voted to approve the 2018 and 2019 meeting dates.

Consumer Finance Division Board Approvals

The Consumer Finance Division advised the Board of change of name for the following:

- a. DBA Name Change:
 1. World Finance Company of South Carolina, LLC changing DBA name from Peoples Finance Company to World Finance Corporation.
 2. World Finance Company of South Carolina, LLC changing DBA name from Colonial Finance Company to World Finance Corporation.

The Consumer Finance Division reviewed the applications for in state supervised Consumer Finance licenses listed in section 7.2(a) of the agenda and the applications for out-of-state Supervised Consumer Finance Licenses, listed in section 7.2(b) of the agenda and determined they meet the licensing or other requirements defined in the applicable Statute. The Board adopted a motion to approve these items:

- a. In-State Applications:
 1. CNG Investments, Inc. dba Cash-N-Go Title Loans at 105B La Von Lane, Easley, South Carolina 29642. (#Active9)
 2. CNG Investments, Inc. dba Cash-N-Go Title Loans at 3324 Highway 153, Piedmont, South Carolina 29673. (#Active9)
 3. CNG Investments, Inc. at www.cashngotitleloans.com. (#Active9)
 4. Oplis Financial LLC dba Oplis Financial at 500 Oakbrook Lane, Suite 200, Summerville, South Carolina 29485. (#Active2)
 - b. Out of State Applications:
 5. Modern Home LLC at 300 Lakeside Drive, 24th Floor, Oakland, California 94612. (New)
 6. Rocky Mountain Capital Management, LLC at 3829 Forest Parkway, Suite 200, North Tonawanda, New York 14120. (New)
 7. Spondeo LLC at 114 West Gregory Boulevard, Suite 200, Kansas City, Missouri 64114. (New)
 8. Spondeo LLC at www.spondeocredit.com. (New)
- In-State Applications:

There were no applications for **Deferred Presentment Licenses** this meeting.

The Consumer Finance Division reviewed the applications for the Level II Check Cashing Services Licenses listed in section 7.4 of the agenda and determined they meet the licensing or other requirements defined in the applicable Statute. The Board adopted a motion to approve these items:

- a. Aman One, LLC dba Gene's One Stop at 870 South Jonesville Highway, Jonesville, South Carolina 29353. (New)

- b. Jalasai, Inc. dba Mr. Express II at 2316 Ebenezer Road, Rock Hill, South Carolina 29730. (New)
- c. Rayo Mexican Store LLC at 21 Simmonsville Road, Bluffton, South Carolina 29910. (New)

Examining Division Board Approvals

There were no Examining Division Board Approvals this meeting.

Financial Reports

There were no Financial Reports presented this meeting.

Executive Session

On motion of Mr. Wicker duly seconded by Mr. Strickland, and unanimously carried, the Board voted to adjourn into Executive Session.

Mr. Condon, Board Attorney, stated the reasons the Board entered into Executive Session: (a) to discuss retention and or succession of staff; (b) to discuss matters related to regulated persons; (c) to discuss the incident of the purchase of property by regulated persons; (d) to discuss applications regarding branches of two banks, a credit union and a building and loan association; (e) to discuss nonpublic financial information of a regulated company; and (f) to discuss proposed contractual arrangements related to regulated persons.

On motion of Mr. Strickland, duly seconded by Mr. Ham, and unanimously carried, the Board returned to public session. No other votes were taken in Executive Session.

Actions following Executive Session

Voting on Items Discussed in Executive Session

On motion of Mr. Wicker, duly seconded by Mr. Walters, and unanimously carried, the Board voted to approve the application of Security Federal Bank, Aiken, to establish a branch at 1607 Walton Way, Augusta, GA.

On motion of Mr. Pennington, duly seconded by Mr. Strickland, and unanimously carried, the Board voted to approve the application of Citizens Building & Loan, SSB Greer, to establish a branch at 100 South Edgewood Avenue, Landrum, SC.

On motion of Mr. Wicker, duly seconded by Mr. Ham, and unanimously carried, the Board voted to approve the request of Carolina Alliance Bank, Spartanburg, to relocate its branch from 115 Broadbent Way, Suite 8, Anderson to 304 North Main St, Anderson.

On motion of Mr. Wicker, duly seconded by Mr. Wright, and unanimously carried, the Board voted to approve the request of SPC Credit Union, Hartsville, to close its branch at 134 West McIver Road, Florence.

On motion of Mr. Strickland, duly seconded by Mr. Walters, and unanimously carried, the Board voted to approve the request of Carolina Alliance Bank, Spartanburg, for approval to purchase property in Anderson.

On motion of Mr. Walters, duly seconded by Mr. Pennington, and unanimously carried, the Board voted to approve the request of Anderson Brothers Bank, Mullins, for approval to purchase property in Myrtle Beach.

On motion of Mr. Strickland, duly seconded by Mr. Wicker, and unanimously carried, the Board voted to approve the request of Carolina Trust BancShares, Inc., Lincolnton, NC, to acquire 100% of the voting shares of Clover Community Bankshares, Inc., Clover, SC and thereby acquire its wholly owned subsidiary, Clover Community Bank.

The next scheduled Board meeting is for Wednesday, December 5, 2018.

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