

## STATE BOARD OF FINANCIAL INSTITUTIONS MINUTES

June 6, 2018

Columbia, South Carolina

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Upon proper call and due notice to all of its members and after having given required public notice, the State Board of Financial Institutions met on the 6th day of June, 2018, with Chairman Loftis presiding.

Members present were: Messrs. Hassell, Conley, Saunders, Walters, Wright, Pennington, Strickland, Hart and Ms. Marcum.

Newly appointed member, Barry Ham was in attendance.

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

In attendance from the Consumer Finance Division were Assistant Commissioner Jeffcoat and Mortgage Review Examiner Adraine Robinson. Commissioner Bodvake participated by phone.

In attendance from the State Treasurer's Office were General Counsel Robin Johnson, Mr. Bill Condon, STO Counsel; Kevin Dietrich, Communications staff, and Assistant to the Chairman Alicia Sharpe.

Visitors in attendance were new Examining Division staff Kyle Williams, Lilasha Dervin, Tyler Horn, Kaylee Bryant.

The Chairman presented Mr. Rick Saunders and Mr. Fleetwood Hassell with Certificates of Appreciation commending them for their many years of service to the Board and to the citizens of the state of South Carolina. The Chairman and the Board wished them well.

The Agenda was approved by General Consent.

The May 2, 2018 Board Minutes were approved by General Consent.

The following Notice / Blue Agenda Items were approved by General Consent:

**CONSUMER FINANCE DIVISION**

The following Supervised Consumer Finance Licensees have advised of change of address as follows:

1. World Finance Company of South Carolina, LLC dba World Finance Corporation from 3093 Main Highway to 3382 Railroad Avenue, Bamberg, South Carolina.
2. Rivertown Credit LLC from 5221 Sumter Highway to 39 North Mill Street, Manning, South Carolina.
3. Essential Lending, Inc. from 3113 South University Drive, Suite 308 to 3500 Hulen Street, Suite 201, Fort Worth, Texas.
4. World Finance Company of South Carolina, LLC dba World Finance Corporation from 316 North Main Street to 2537-A E. Highway 76, Marion, South Carolina.
5. Regional Finance Corporation of South Carolina from 2301 Wade Hampton Boulevard, Suite 3 to 2400 North Pleasantburg Drive, Suite H, Greenville, South Carolina.
6. Regional Finance Corporation of South Carolina from 197 Main Street to 10473 Dunbarton Boulevard, Barnwell, South Carolina.
7. Oportun, Inc. from Redwood City to San Carlos, California.
8. World Finance Company of South Carolina, LLC dba World Finance Corporation from 855 Chesterfield Highway to 528 Chesterfield Highway, Cheraw, South Carolina.

The following Supervised Consumer Finance Licensees have advised of change of name as follows:

1. Covered Bridge Capital, LLC from dba [www.cbcap.net](http://www.cbcap.net) to [www.covbridgecap.com](http://www.covbridgecap.com), Blue Bell, Pennsylvania.
2. LoanMe, Inc. from dba LoanMe, Inc. to Présteme, Anaheim, California.

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

1. Pioneer Credit Company, 2443 Boundary Street, Beaufort, South Carolina.
2. Motors Acceptance Corporation, 517 Laurens Road, Greenville, South Carolina.
3. Oportun, Inc., 1600 Seaport Boulevard, Suite 250, Redwood City, California.

4. Manor Resources, LLC, 77 West 200 South, Suite 313, Salt Lake City, Utah.
5. Manor Resources, LLC dba [www.turbotitleloan.com](http://www.turbotitleloan.com), Chicago, Illinois.

### **REGULAR SESSION**

The Budget, Policy and Planning Committee update was provided by Mr. Pennington. He informed that Board of Commissioner Davis' presentation of the 3 proposed policies and the proposed fee structure.

The Legislative Committee update was provided Mr. Hart who informed the board that the Credit Union legislation did pass.

### **CONSUMER FINANCE DIVISION**

The following applications for Supervised Consumer Finance Licensees have been received by the Consumer Finance Division pursuant to §37-3-503. The division has reviewed and determined these applications meet licensing requirements pursuant to §37-3-503(1) (2). The Board approved the following items by General Consent:

### **IN-STATE**

1. Request of Community Credit of South Carolina LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 728 Broad Street, Sumter, South Carolina 29150. **(#Active1)**
2. Request of Community Credit of South Carolina LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 501 12<sup>th</sup> Street, West Columbia, South Carolina 29169. **(#Active1)**
3. Request of Professional Financial Services of South Carolina, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 181 Security Place, Spartanburg, South Carolina 29307. **(#Active6)**
4. Request of Professional Financial Services of South Carolina, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.pfscorp.com](http://www.pfscorp.com). **(#Active6)**
5. Request of Security Finance Corporation of South Carolina for a Supervised Consumer Finance License to perform certain lending operations from its location at 181 Security Place, Spartanburg, South Carolina 29307. **(#Active80)**

6. Request of Security Finance Corporation of South Carolina for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.securityfinancesc.com](http://www.securityfinancesc.com). (**#Active80**)

### **OUT-OF-STATE**

7. Request of Aspen Financial Solutions, Inc. dba Aspen Financial Direct for a Supervised Consumer Finance License to perform certain lending operations from its location at 74 East Swedesford Road, Suite 150, Malvern, Pennsylvania 19355. (**New**)
8. Request of Aspen Financial Solutions, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.aspenfinancialdirect.com](http://www.aspenfinancialdirect.com). (**New**)
9. Request of Bayview Loan Servicing, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 507 Prudential Road, Suite 100, Horsham, Pennsylvania 19044. (**#Active7**)
10. Request of Bayview Loan Servicing, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 1900 L. Don Dodson Drive, Suite 375, Bedford, Texas 76021. (**#Active7**)
11. Request of BMG LoansAtWork, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 1221 Brickell Avenue, Suite 1170, Miami, Florida 33131. (**New**)
12. Request of BMG LoansAtWork, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.bmgmoney.com](http://www.bmgmoney.com). (**New**)
13. Request of Health Credit Services, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at 1401 West Morehead Street, Suite 200, Charlotte, North Carolina 28208. (**New**)
14. Request of Health Credit Services, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at <https://portal.hcsloans.com>. (**New**)
15. Request of KMD Partners, LLC dba CreditNinja for a Supervised Consumer Finance License to perform certain lending operations from its location at 222 South Riverside Plaza, Suite 2300, Chicago, Illinois 60606. (**New**)

16. Request of KMD Partners, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.creditninja.com](http://www.creditninja.com). **(New)**
17. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 4405 East Cotton Center Boulevard, Suite 130, Phoenix, Arizona 85040. **(New)**
18. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 3353 Orange Avenue, Roanoke, Virginia 24012. **(New)**
19. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 16 McLeland Road, St. Cloud, Minnesota 56303. **(New)**
20. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 2365 Northside Drive, San Diego, California 92108. **(New)**
21. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 320 East Big Beaver, Suite 300, Troy, Michigan 48083. **(New)**
22. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at Ultra Park II, Building 3, First Floor, Lagunilla, Heredia, Costa Rica. **(New)**
23. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at Plot #28 P, Sector – 44, Gurgaon, Haryana, India 122002. **(New)**
24. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at Plot #137P, Sector-44, Gurgaon, Haryana, India 122002. **(New)**
25. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 7<sup>th</sup> Floor, Tower A, S.P. Info City, Plot No. 243, Udyog Vihar, Phase I, Gurgaon, India 122001. **(New)**
26. Request of Midland Credit Management, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.midlandcreditonline.com](http://www.midlandcreditonline.com). **(New)**

27. Request of Money Stash SC LLC dba Money Stash for a Supervised Consumer Finance License to perform certain lending operations from its location at 8807 West Sam Houston Parkway North, Suite 200, Houston, Texas 77040. **(New)**
28. Request of Money Stash SC LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.moneystash.com](http://www.moneystash.com). **(New)**
29. Request of OneMain Consumer Loan, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.lendingdonehuman.com](http://www.lendingdonehuman.com). **(#Active8)**
30. Request of OneMain Financial Group, LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.lendingdonehuman.com](http://www.lendingdonehuman.com). **(#Active40)**
31. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.lendingdonehuman.com](http://www.lendingdonehuman.com). **(#Active29)**
32. Request of Renew Financial Corp. II for a Supervised Consumer Finance License to perform certain lending operations from its location at 4501 North Point Parkway, Suite 300, Alpharetta, Georgia 30022. **(New)**
33. Request of Renew Financial Corp. II for a Supervised Consumer Finance License to perform certain lending operations from its location at 1221 Broadway, 4<sup>th</sup> Floor, Oakland, California. **(New)**
34. Request of Renew Financial Corp. II for a Supervised Consumer Finance License to perform certain lending operations from its location at 1620 East Roseville Parkway, Suite #240, Roseville, CA 95661. **(New)**
35. Request of Renew Financial Corp. II for a Supervised Consumer Finance License to perform certain lending operations from its location at [www.renewfinancial.com](http://www.renewfinancial.com). **(New)**

### **DEFERRED PRESENTMENT**

The following applications for Deferred Presentment have been received by the Consumer Finance Division pursuant to §34-39-150. The division has reviewed and determined these applications meet licensing requirements pursuant to §34-39-160 and recommend approval for issuance of a deferred presentment license.

36. Request of Carolina Payday Loans, Inc. dba Carolina Payday Loans for a license to provide deferred presentment services at 8601 Dunwoody Place, Suite 406, Atlanta, Georgia 30350. **(#Active13)**

37. Request of Southern Fast Loans of South Carolina, Inc. dba Carolina Payday Loans for a license to provide deferred presentment services at 8601 Dunwoody Place, Suite 406, Atlanta, Georgia 30350. **(#Active9)**

### **CHECK CASHING LEVEL II SERVICES**

The following applications for Level II Check Cashing Services have been received by the Consumer Finance Division pursuant to §34-41-40. The division has reviewed and determined these applications meet licensing requirements pursuant to §34-41-40, §34-41-42 and §34-41-50.

38. Request of Frogmore Check Cashing LLC for a license to provide Check Cashing Level II services at 808C Sea Island Parkway, St. Helena, South Carolina 29920. **(New)**
39. Request of J & J South Carolina Enterprises, Inc. dba Xpress Travel Center for a license to provide Check Cashing Level II services at 1935 Old Edisto Drive, Orangeburg, South Carolina 29115. **(New)**
40. Request of Lane's Shopping Center, LLC for a license to provide Check Cashing Level II services at 9708 Highway 260, Manning, South Carolina 29102. **(New)**
41. Request of Shivam & Jayraj Raj LLC dba Triangle Service Center for a license to provide Check Cashing Level II services at 329 North Georgetown Highway, Johnsonville, South Carolina 29555. **(New)**
42. Request of TTPB, LLC dba Fatboys for a license to provide Check Cashing Level II services at 706 South Guignard Drive, Sumter, South Carolina 29150. **(New)**

### **OTHER BUSINESS**

#### **Consumer Finance**

Commissioner Bodvake provided the Board with an update on the following:

Ms. Adraine Robinson, Mortgage Review Examiner completed the Certified Public Management Program

#### **Meetings:**

May – IT data collection and planning system training (DTO) – Columbia, SC

June – National Association of Consumer Credit Administrators (NACCA) Annual Meeting and Regulators Training Symposium – Aventura, FL

June – Independent Consumer Finance Association annual meeting – Hilton Head, SC

June – Agency Head Meeting – Columbia, SC

August – American Association of Residential Mortgage Regulators Annual Conference  
–Boston, MA

**Personnel:**

Nancy Lewis, newly hired Administrative Coordinator  
Mekea Foxworth - Rice, mortgage examiner, recently resigned  
Posted mortgage examiner position

**Reports:**

Supervised Annual Report

- Reports have been submitted to the Division.
- In process of completing the composite report

New mortgage loan originator applications

- 115 last year average
- 620 January
- 426 February
- 675 March
- 484 April
- 344 as of May 29th

**Budget, Policy and Planning Committee**

- Discussed projections and fee structure for FY18/19
- 2 additional FTE positions

Commissioner Bodvake requested board approval to post and hire 2 new FTEs  
(1) Mortgage licensing and (1) Out of State Examiner.

On motion of Mr. Wright, duly seconded by Mr. Saunders and unanimously carried, the Board voted to approve the recruitment of two Consumer Finance FTEs contingent upon budget approval.

**Examining Division**

Commissioner Davis provided the Board with an update on the following:

Senior Review Examiner Renee Dzek completed her third and final year and graduated from the Graduate School of Banking at Louisiana State University.

**Meetings with Management/Boards:**

- First South Bank, Spartanburg  
(Board meeting attended by Commissioner Bob Davis and Senior Examiner in Charge Remonia Felix)



- TRMC Employees Credit Union, Orangeburg  
(Board meeting attended by Senior Review Examiner Janeen Hughes and Examiner Mickey Jolly)
- With the Treasurer, met with the leadership team of the Independent Banks of South Carolina

### **Conferences, Training, etc.**

- FDIC  
(Assistant Examiner Kyle Williams attended the Introduction to Examinations School)
- CSBS  
(Commissioner Bob Davis attended the Annual State-Federal Supervisory Forum)
- SCBA  
(Senior Review Examiners Renee Dzek and Janeen Hughes, Examiner Aaron Fleming and Associate Examiner Georgia Campbell attended the Asset Liability Management Conference)
- State of SC Archives  
(Senior Review Examiner Janeen Hughes attended Email and Social Media Retention Training)

Commissioner Davis presented the proposed policies and Supervisory Fees process to the Board and requested Board approval of the policies. The Budget, Policy and Planning Committee has reviewed and recommended approval.

On motion of Mr. Walters, duly seconded by Mr. Saunders and unanimously carried, the Board voted to approve the *Examination* policy.

On motion of Mr. Saunders, duly seconded by Mr. Walters and unanimously carried, the Board voted to approve the *Interstate Information Sharing and Examination* policy.

On motion of Mr. Conley, duly seconded by Mr. Hart and unanimously carried, the Board voted to approve the *Examination Work Papers* policy.

**EXECUTIVE SESSION**

On motion of Mr. Conley duly seconded by Mr. Strickland, and unanimously carried, the Board voted to adjourn into Executive Session to receive and discuss information pertaining to contractual arrangements, examination findings, personnel matters, legal advice, or to discuss confidential information or trade secrets of institutions under examination.

On motion of Mr. Saunders, duly seconded by Mr. Hart, and unanimously carried, the Board returned to Regular Session. No other votes were taken in Executive Session.

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

**EXAMINING DIVISION**

1. On motion of Mr. Hassell, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the request of South Carolina Community Bank, Columbia, South Carolina, to amend its legal name to Optus Bank. This was presented at the May 2018 meeting but a vote was inadvertently missed.
2. On motion of Mr. Saunders, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the application of Countybank, Greenwood, South Carolina, for approval to purchase property in Greer.
3. On motion of Mr. Hart, duly seconded by Mr. Strickland, and unanimously carried, the Board voted to approve the application of Security Federal Bank, Aiken, South Carolina, for approval to purchase property in Augusta, Georgia.
4. On motion of Mr. Strickland, duly seconded by Mr. Saunders, and unanimously carried, the Board voted to approve the application of First Community Bank, Lexington, South Carolina to relocate its branch from 105 East North Street, Suite 201, Greenville, to 105 North Spring Street, Suite 100, Greenville.
5. On motion of Mr. Conley, duly seconded by Mr. Hart, and unanimously carried, the Board voted to approve the application of Bank of Greeleyville, Greeleyville, South Carolina, for approval to pay a cash dividend in the amount requested by the bank.
6. On motion of Mr. Pennington, duly seconded by Mr. Walters, and unanimously carried, the Board voted to approve the application of CoastalStates Bank, Hilton Head Island, South Carolina, to merge with Foothills Community Bank, Dawsonville, Georgia, and to operate the two Georgia offices of Foothills Community Bank as branches of CoastalStates Bank.

7. On motion of Mr. Hassell, duly seconded by Mr. Saunders, and unanimously carried, the Board voted to approve a proposed administrative action.

The Board, through consensus, scheduled its next meeting for Wednesday, August 1, 2018.

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

An audio copy of the meeting is available upon request.