

STATE BOARD OF FINANCIAL INSTITUTIONS MINUTES**January 10, 2018****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 met on the 10th day of January, 2018, with Chairman Loftis presiding.

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

Members participating by telephone: Messrs. Hassell and Hart.

Members absent: Mr. Strickland

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

In attendance from the Consumer Finance Division were Commissioner Bodvake and Assistant Commissioners Jeffcoat and Estes.

In attendance from the State Treasurer's Office were Chief of Staff Clarissa Adams, Counsel Bert Cassell, Director of Communications Karen Owens, Executive Intern Erin Brown, and Assistant to the Chairman Alicia Sharpe.

Guests in attendance: Mr. John McFadden, Banking Division retiree and Mr. Steven Gilbert, Senate Banking and Insurance Committee.

The Agenda was approved by General Consent.

The December 6, 2017 Board Minutes were approved by General Consent.

Mr. Saunders and Mr. Hart indicated that they have a potential conflict of interest on some of the agenda items.

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. Earnest Operations LLC dba Earnest from 1455 Market Street, 18th Floor, to 303 2nd Street, 4th Floor, San Francisco, California.

2. Security Finance Corporation of South Carolina dba Security Finance from 803-E West Poinsett Street to 201 West Hampton Boulevard, Suite A, Greer, South Carolina.
3. Allied Credit Service, Incorporated dba Allied Credit Service, Incorporated from 210 East Main Street, to 216 East Main Street, Andrews, South Carolina.

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

1. Mr. Wizard's Car Title Loans, Inc., 450 Highway 90 East, Suite A, Little River, South Carolina.
2. Integrated Commerce of South Carolina, LLC, www.flexibility.com.
3. Integrated Commerce of South Carolina, LLC, 6950 West 56th Street, Mission, Kansas.
4. Beneficial Financial I Inc., 636 Grand Regency Boulevard, Brandon, Florida.
5. HSBC Mortgage Services Inc., 636 Grand Regency Boulevard, Brandon, Florida.
6. Household Finance Corporation II, 636 Grand Regency Boulevard, Brandon, Florida.
7. Best Cash Loans of SC, Inc., 512 North Main Street, Mauldin, South Carolina.
8. Hemingway Credit Services Inc., 311 East Broad Street, Hemingway, South Carolina.
9. Santee Credit Service, Inc., 1424 Duke Street, Georgetown, South Carolina.
10. Regional Finance Corporation of South Carolina, 134 Street James Avenue, Suite 6, Goose Creek, South Carolina.
11. Southern Fast Title Loans of South Carolina, Inc., 3750 Rivers Avenue, Suite B, North Charleston, South Carolina.
12. Southern Fast Title Loans of South Carolina, Inc., 1512 South Main Street, Suite B, Darlington, South Carolina.
13. Renew Financial I LLC, 1005 Brookside Road, Suite 200, Allentown, Pennsylvania.

EXAMINING DIVISION

The Board recognized the retirement of John G. McFadden, Chief Examiner, with a formal resolution. The Chairman thanked Mr. McFadden for his 32 years of service to the banking industry and wished him well in his retirement.

Mr. McFadden expressed his appreciation and thanked the Board for the recognition.

REGULAR SESSION**CONSUMER FINANCE DIVISION**

The Board approved the following items by General Consent:

IN-STATE

1. Request of EI RINCON LOANS & INSURANCE LLC dba of EI RINCON LOANS & INSURANCE to operate at 1318-B Remount Road, North Charleston, South Carolina 29406. **(New)**
2. Request of Family Services dba Origin SC to operate at 4925 Lacross Road, Suite 208, North Charleston, South Carolina 29406. **(New)**
3. Request of OneMain Financial Services, Inc. to operate at 2406 Whiskey Road, Aiken, South Carolina 29803. **(New)**
4. Request of OneMain Financial Services, Inc. to operate at 1110 North Main Street, Anderson, South Carolina 29621. **(New)**
5. Request of OneMain Financial Services, Inc. to operate at 11 Robert Smalls Parkway, Suite G, Beaufort, South Carolina 29906. **(New)**
6. Request of OneMain Financial Services, Inc. to operate at 3720 Boiling Springs Road, Suite K, Boiling Springs, South Carolina 29316. **(New)**
7. Request of OneMain Financial Services, Inc. to operate at 1670 Springdale Drive, Suite 18, Camden, South Carolina 29020. **(New)**
8. Request of OneMain Financial Services, Inc. to operate at 1836 Ashley River Road, Suite K, Charleston, South Carolina 29407. **(New)**
9. Request of OneMain Financial Services, Inc. to operate at 110 Forum Drive, Suite 3, Columbia, South Carolina 29229. **(New)**

10. Request of OneMain Financial Services, Inc. to operate at 275 Harbison Boulevard, Suite J, Columbia, South Carolina 29212. **(New)**
11. Request of OneMain Financial Services, Inc. to operate at 1610 Church Street, Suite B, Conway, South Carolina 29526. **(New)**
12. Request of OneMain Financial Services, Inc. to operate at 1027-C South Pendleton Street, Easley, South Carolina 29642. **(New)**
13. Request of OneMain Financial Services, Inc. to operate at 110 Woody Jones Boulevard, Suite D, Florence, South Carolina 29501. **(New)**
14. Request of OneMain Financial Services, Inc. to operate at 605 Munn Road, 3rd Floor, Fort Mill, South Carolina 29715. **(New)**
15. Request of OneMain Financial Services, Inc. to operate at 1613 West Floyd Baker Boulevard, Suite 2, Gaffney, South Carolina 29341. **(New)**
16. Request of OneMain Financial Services, Inc. to operate at 1511 Woodruff Road, Suite D, Greenville, South Carolina 29607. **(New)**
17. Request of OneMain Financial Services, Inc. to operate at 3261 North Pleasantburg Drive, Suite C5, Greenville, South Carolina 29609. **(New)**
18. Request of OneMain Financial Services, Inc. to operate at 534 Bypass 72 North West, Greenwood, South Carolina 29649. **(New)**
19. Request of OneMain Financial Services, Inc. to operate at 1483 Retail Row, Hartsville, South Carolina 29550. **(New)**
20. Request of OneMain Financial Services, Inc. to operate at 900 East Main Street, Suite E, Laurens, South Carolina 29360. **(New)**
21. Request of OneMain Financial Services, Inc. to operate at 141 East Church Street, Suite J, Leesville, South Carolina 29070. **(New)**
22. Request of OneMain Financial Services, Inc. to operate at 926 North Lake Drive, Suite 50, Lexington, South Carolina 29072. **(New)**
23. Request of OneMain Financial Services, Inc. to operate at 1986 Paxville Highway, Manning, South Carolina 29102. **(New)**
24. Request of OneMain Financial Services, Inc. to operate at 2101 Enterprise Drive, Suite A, Mullins, South Carolina 29574. **(New)**

25. Request of OneMain Financial Services, Inc. to operate at 960 Cipriana Drive, Unit B1, Myrtle Beach, South Carolina 29572. **(New)**
26. Request of OneMain Financial Services, Inc. to operate at 6185 Rivers Avenue, Suite A-1, North Charleston, South Carolina 29406. **(New)**
27. Request of OneMain Financial Services, Inc. to operate at 1356 Grove Park, Northeast, Orangeburg, South Carolina 29115. **(New)**
28. Request of OneMain Financial Services, Inc. to operate at 4859 Old York Road, Suite 106, Rock Hill, South Carolina 29732. **(New)**
29. Request of OneMain Financial Services, Inc. to operate at 572 John Ross Parkway, Suite 103, Rock Hill, South Carolina 29730. **(New)**
30. Request of OneMain Financial Services, Inc. to operate at 330 Harrison Bridge Road, Unit A, Simpsonville, South Carolina 29680. **(New)**
31. Request of OneMain Financial Services, Inc. to operate at 1450 WO Ezell Boulevard, Suite 240, Spartanburg, South Carolina 29301. **(New)**
32. Request of OneMain Financial Services, Inc. to operate at 975 Bacons Bridge Road, Unit 108, Summerville, South Carolina 29485. **(New)**
33. Request of OneMain Financial Services, Inc. to operate at 1295 Broad Street, Sumter, South Carolina 29150. **(New)**
34. Request of OneMain Financial Services, Inc. to operate at 6005 Wade Hampton Boulevard, Suite F, Taylors, South Carolina 29687. **(New)**
35. Request of OneMain Financial Services, Inc. to operate at 412 Bells Highway, Walterboro, South Carolina 29488. **(New)**
36. Request of OneMain Financial Services, Inc. to operate at 2341 Augusta Road, West Columbia, South Carolina 29169. **(New)**
37. Request of St Stephen 1st Finance, LLC to operate at 102 Roosevelt Street, St Stephen, South Carolina 29479 **(New)**
38. Request of World Finance Company of South Carolina, LLC dba World Finance Corporation to operate at 10008 Two Notch Road, Suite B, Columbia, South Carolina 29223. **(Active#98)**

OUT-OF-STATE

39. Request of Emergent Business Group, Inc. dba Emergent Portfolio Services for a Supervised Consumer Finance License to perform certain lending operations from its location at 100 Lakeside Drive, Suite 150, Horsham, Pennsylvania 19044. **(New)**
40. Request of NLF Investments LLC dba National Lawsuit Funding for a Supervised Consumer Finance License to perform certain lending operations from its location at 505 York Road, Suite 106, Jenkintown, Pennsylvania 19046. **(New)**
41. Request of NLF Investments LLC for a Supervised Consumer Finance License to perform certain lending operations from its location at www.nationallawsuitfunding.com. **(New)**
42. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 4920 South Wendler Drive, Suite 202, Tempe, Arizona 85282. **(New)**
43. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at www.onemainfinancial.com. **(New)**
44. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 725 Industrial Boulevard, London, Kentucky 40741. **(New)**
45. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 1270 Northland Drive, Suite 125, Mendota Heights, Minnesota 55120. **(New)**
46. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 1270 Northland Drive, Suite 200, Mendota Heights, Minnesota 55120. **(New)**
47. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 601 North West 2nd Street, Evansville, Indiana 47708. **(New)**
48. Request of OneMain Financial Services, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at www.omf.com **(New)**
49. Request of OneMain Financial of South Carolina, Inc. for a Supervised Consumer Finance License to perform certain lending operations from its location at 601 Northwest Second Street, Evansville, Indiana 47708. **(#Active40)**

50. Request of Premier Advanced Financial Corporation II for a Supervised Consumer Finance License to perform certain lending operations from its location at 5900 Pasteur Court, Suite 200, Carlsbad, California 92008. **(New)**
51. Request of Wilshire Commercial Capital L.L.C. for a Supervised Consumer Finance License to perform certain lending operations from its location at www.wilshireconsumer.com. **(Active#5)**

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.

52. Request of World America Loans LLC for a license to provide deferred presentment services at 8907 Two Notch Road, Suite H, Columbia, South Carolina 29223. **(New)**
53. Request of Worldwide Receivable Management LLC for a license to provide deferred presentment services at 1291 Galleria Drive, Suite 170, Henderson, Nevada 89014. **(New)**

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.

54. Request of La Caseta LLC for a license to provide Check Cashing Level II services at 119 Mathews Drive, Suite D-2, Hilton Head Island, South Carolina 29926. **(New)**

OTHER BUSINESS

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

- 1. Meetings**
February - NMLS User Conference in New Orleans
- 2. Investigations**
Deferred Presentment Servicing

- Ongoing investigations, notices sent in December
- 8 companies licensed in 2017
- 1 on agenda for January

3. Litigation Lenders

- Ongoing investigations
- Notices sent in December

4. Reports

Mortgage renewals. Commissioner Bodvake provided an accompanying handout. 87% renewed. Turnaround is typically 5 days, completed in period from November 1st to December 31st.

5. Supervised renewals

- Renewal period starts 1/1 ends 2/1
- No increase in (\$400) renewal fee for 2018.

6. New Mortgage Loan Originator Applications

- 85 August
- 434 September
- 580 October
- 669 November
- 456 December

We have posted a position for mortgage licensing.

EXAMINING DIVISION

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

1. Commissioner Davis met with management of the following institutions:
 - County Bank, Greenwood
 - Citizens Building & Loan, Greer
 - GrandSouth Bank, Greenville (Board meeting)
 - Beacon Community Bank, Charleston (pre-opening Board meeting)
 - Farmers & Merchants Bank, Holy Hill (Board meeting)
2. Commissioner Davis has now visited a total of 44 institutions.

3. Along with representatives of the OCC, FDIC and Federal Reserve, Commissioner Davis appeared as a member of a regulatory panel at the Elliott Davis Banking Forum.

EXECUTIVE SESSION

On motion of Mr. Saunders duly seconded by Mr. Conley, 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, discuss confidential information or trade secrets of institutions under examination.

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

Mr. Saunders and Mr. Hart were duly excused from and did not participate in any votes, deliberations, and other actions on matters on which a potential conflict of interest existed.

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

EXAMINING DIVISION

On motion of Mr. Pennington, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the Application of First Reliance Bank, Florence, South Carolina, to establish a branch at 1011 London Street, Myrtle Beach, South Carolina, with a temporary location at 507 21st Avenue North, Myrtle Beach, South Carolina. Mr. Saunders abstained from voting.

On motion of Mr. Conley, duly seconded by Mr. Pennington, and unanimously carried, the Board voted to approve the request of Application of Request of Palmetto Health Credit Union, Columbia, for approval to purchase property in Columbia. Mr. Hart abstained from voting. Mr. Saunders abstained from voting.

On motion of Ms. Marcum, duly seconded by Mr. Walters, and unanimously carried, the Board voted to approve the request of Security Federal Bank, Aiken, South Carolina, to establish a branch at 636 East Main Street, Ridge Spring, South Carolina.

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

On motion of Mr. Saunders, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the request of Enterprise Bank of South Carolina, Ehrhardt, to purchase property in Ridgeville.

On motion of Mr. Walters, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the request of Anderson Brothers Bank, Mullins, to purchase property in Dillon.

On motion of Ms. Marcum, duly seconded by Mr. Conley, and unanimously carried, the Board voted to approve the request of Anderson Brothers Bank, Mullins to relocate its branch from 4705 Oleander Drive, Myrtle Beach, to Lot 7, 44th Business Park, Myrtle Beach.

The Board, through consensus, scheduled its next meeting for March 7th, 2018.

The Chairman reminded the board that their statement of Financial Interests are due to the State Ethics Commission March 30th. The Board received a handout with information on how to file and FAQs from the State Ethics Commission.

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

An audio copy of the meeting is available upon request.