



## NEWS RELEASE

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### FDIC IS NAMED MANAGING AGENT FOR NINE LOUISIANA SAVINGS AND LOAN INSTITUTIONS

The Federal Deposit Insurance Corporation (FDIC) today was named managing agent by the Federal Savings and Loan Insurance Corporation (FSLIC) for nine additional savings and loan institutions under the joint regulatory oversight program announced by President Bush in February. All of the institutions are located in Louisiana. A total of 263 institutions, located in 33 states, are now enrolled in the program.

The insolvent institutions were placed in receivership and issued new federal charters by the Federal Home Loan Bank Board. They are: First City Savings Bank, Baton Rouge; Terrebonne Savings and Loan Association, Houma; Delta Savings and Loan Association, Kenner; South Savings and Loan Association, Slidell; and American Savings and Loan Association, Citizens Homestead Association, Home Savings and Loan Association, Security Homestead Association and Central Savings and Loan Association, all in New Orleans.

All deposits, offices and certain liabilities of these institutions were transferred to the nine newly chartered federal mutual associations, whose names are, respectively: First City Federal Savings and Loan Association; Terrebonne Savings and Loan Association, F.A.; Delta Savings and Loan Association, F.A.; South Savings and Loan Association, F.A.; American Savings and Loan Association, F.A.; Citizens Homestead Federal

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Savings Association; Home Savings and Loan Association, F.A.; Security Homestead Federal Savings Association; and Central Savings and Loan Association, F.A. The Bank Board said today's action was taken to conserve the associations' assets. The nine newly chartered institutions did not assume any obligations to stockholders or subordinated debtholders of the insolvent thrifts.

The joint regulatory oversight teams headed up by the FDIC also include staff from the Federal Home Loan Bank Board, the Federal Savings and Loan Insurance Corporation, the Office of the Comptroller of the Currency and the Federal Reserve System.

As with the 254 institutions previously enrolled in the program, the teams will work to minimize operating losses, limit growth and ensure that operations are conducted in a safe and sound manner. As managing agent for the thrifts in the joint regulatory program, the FDIC works to conserve assets and preserve banking services to deposit and loan customers until Congress approves funding to structure a permanent resolution to the institutions' problems.

Statistics related to the savings and loan institutions involved in today's actions are shown in the following table:

<u>Name and Location</u>	<u>Assets</u>	<u>Deposits</u>	<u>Deposit</u>
		<u>(millions)</u>	<u>Accounts</u>
First City SB, Baton Rouge	\$ 24,251	\$ 24,970	2,295
Terrebonne S&IA, Houma	30,013	24,500	5,276
Delta S&IA, Kenner	146,498	113,900	5,387
American S&IA, New Orleans	61,783	70,300	3,487
Citizens Homestead Assn., New Orleans	114,116	115,210	15,423
Home S&IA, New Orleans	36,981	34,860	1,944
Security Homestead Assn., New Orleans	598,212	527,630	81,801
Central S&IA, New Orleans	58,517	61,910	10,041
South S&IA, Slidell	266,419	237,250	26,640

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