



## NEWS RELEASE

FOR IMMEDIATE RELEASE

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### FDIC TRANSFERS INSURED DEPOSITS OF HERITAGE BANK & TRUST, SALT LAKE COUNTY, UTAH

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits and fully secured or preferred deposits of Heritage Bank & Trust, Salt Lake County, Utah, to First Interstate Bank of Utah, N.A., Salt Lake City, Utah. The failed bank's only office will reopen on Thursday, April 30, 1987, as a branch of First Interstate Bank of Utah, N.A.

The Board of Directors decided to arrange an insured deposit transfer because of an inability to determine the quality of the bank's assets.

Heritage Bank & Trust, with total assets of \$17.6 million, was closed on Wednesday, April 29, 1987, by George Sutton, Utah Acting Commissioner of Financial Institutions, and the FDIC was named receiver.

At the time the bank closed, its deposits totalled about \$16.0 million in 4,000 deposit accounts. The FDIC believes that all deposits are within the federal insurance limit of \$100,000.

Deposits in the failed bank up to the statutory insurance limit of \$100,000 will be available to their owners immediately. Checks drawn on the failed bank's accounts will continue to be honored.

Even though insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank for an 18-month period, they are encouraged to visit the bank during the next several weeks to discuss the continuation of their banking relationship with the new bank. From the standpoint of customer convenience and service, it would be

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preferable for these visits to be spread out over the next month or longer than to occur within the next week or so.

Administration of the insured deposits transferred to the new bank will be funded by an equivalent cash payment from the FDIC. The new bank is paying the FDIC a premium of \$51,000 for the right to receive the transferred deposits, and will purchase other assets of the failed bank for \$8.9 million.

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