



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-55-88 (3-11-88)

### FDIC TRANSFERS INSURED DEPOSITS OF FIRST INTERCOUNTY BANK OF NEW YORK, NEW YORK, N.Y.

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits and fully secured or preferred deposits of First Intercounty Bank of New York, New York, N.Y., to Community National Bank and Trust Company, New York, New York. The failed bank's sole office will reopen on Monday, March 14, 1988, as a branch of Community National Bank and Trust Company.

The Board of Directors decided to arrange an insured deposit transfer because of an inability to determine the value of assets and an undeterminable amount of losses in contingencies.

First Intercounty Bank of New York, New York, with total assets of \$40.6 million, was closed on Friday, March 11, 1988, by Jill M. Considine, New York Superintendent of Banks, and the FDIC was named receiver.

At the time the bank closed, its deposits totaled about \$36.6 million in 800 deposit accounts including \$500,000 in 16 accounts that exceeded the federal insurance limit of \$100,000. Uninsured depositors and nondepositor creditors will share proportionately with the FDIC in the proceeds realized from the liquidation of the failed bank's assets.

Deposits in the failed bank up to the statutory insurance limit of \$100,000 will be available to their owners on Monday, March 14, 1988. In the interim, checks drawn on the failed bank's accounts, up to the insurance limit, will continue to be honored.

Insured depositors in the failed bank can automatically continue to conduct their banking transactions with the acquiring bank. However, they

-more-

should visit the acquiring bank during the next several weeks to discuss the continuation of their banking relationship.

Administration of the transferred insured deposits will be funded by an equivalent cash payment from the FDIC. The acquiring bank is paying the FDIC a premium of \$2,000 for the right to receive the transferred deposits, and will purchase certain assets of the failed bank for \$7.8 million.

###