



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-86-88 (4-21-88)

### FDIC TRANSFERS INSURED DEPOSITS OF CITIZENS NATIONAL BANK, COLORADO SPRINGS, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation has approved the transfer of insured deposits and fully secured or preferred deposits of Citizens National Bank, Colorado Springs, Colorado, to State Bank and Trust of Colorado Springs, Colorado Springs, Colorado. The failed bank's insured depositors will have access to their funds up to the insurance limit of \$100,000 at the office of the failed bank beginning Friday, April 22, 1988.

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

Citizens National Bank, with total assets of \$17.6 million, was closed on Thursday, April 21, 1988, by Robert J. Herrmann, Senior Deputy Comptroller of the Currency, and the FDIC was named receiver.

At the time the bank closed, its deposits totaled about \$14.4 million in 3,200 deposit accounts including \$42,000 in 12 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.

Administration of the transferred insured deposits will be funded by an equivalent cash payment from the FDIC. The acquiring bank will purchase certain of the failed bank's assets for \$3.3 million, including \$1.2 million in small loans purchased at a discount of \$193,500.

###