



# NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-3-85 (1-8-85)

## FDIC TO PAY OFF DEPOSITORS IN STATE BANK OF DANNEBROG, DANNEBROG, NEBRASKA

The Board of Directors of the Federal Deposit Insurance Corporation today announced that it is preparing to pay off insured depositors in the State Bank of Dannebrog, Dannebrog, Nebraska. The bank was closed January 7, 1985, by Roger M. Beverage, Nebraska Director of Banking and Finance, and the FDIC was named receiver.

Beverage said he had to close the bank because the bonding company had notified the bank that it was cancelling the bank's fidelity bond. Beverage said his department worked closely with the bank's management to secure a new bond or sell the bank, but those efforts were unsuccessful. This left him no alternative but to close the bank, he said.

Deposits in the State Bank of Dannebrog totalled about \$3.8 million in 1,300 deposit accounts, including about \$401,000 in three accounts that exceeded the federal insurance limit of \$100,000.

The FDIC Board of Directors determined that a pay off of insured depositors was required because no bids were received for the failed bank.

###