



## NEWS RELEASE

FOR IMMEDIATE RELEASE  
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### FDIC APPROVES ASSUMPTION OF INSURED DEPOSITS OF JEFFERSON BANK AND TRUST, LAKEWOOD, COLORADO

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the insured deposits of Jefferson Bank and Trust, Lakewood, Colorado, by FirstBank of Westland, N.A., Lakewood, Colorado.

Jefferson Bank and Trust, with total assets of \$78.1 million, was closed on Friday, July 2, 1993, by Barbara M.A. Walker, Colorado Bank Commissioner, and the FDIC was named receiver.

Jefferson Bank and Trust's sole office will reopen on Tuesday, July 6, 1993, as a branch of FirstBank of Westland, N.A., and its depositors automatically will become depositors of the assuming bank. Depositors of the failed bank will be able to cash checks at any FirstBank location on Saturday and then starting on Tuesday can commence regular banking activity at the failed bank's former office.

FirstBank of Westland, N.A., will assume about \$113.3 million in about 16,000 deposit accounts. At the time the bank closed, about 100 accounts totaling \$1.2 million exceeded the federal insurance limit of \$100,000 and will not be assumed by FirstBank.

The Board of Directors also voted to make a prompt advance payment to uninsured depositors which will equal 32 percent of uninsured claims. Claims agents will be available at the failed bank's former office beginning Tuesday, July 6, to assist uninsured depositors with their claims.

The assuming bank will pay a premium of \$7.1 million for the right to receive the failed bank's deposits and will purchase \$67.0 million of the

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failed bank's assets. To facilitate the transaction, the FDIC will advance about \$39.1 million to the assuming bank and will retain assets of the failed bank with a book value of about \$11.1 million.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC. The FDIC notes that its claim on recoveries from the sale of the failed bank's assets will have priority over non-depositors of the failed bank.

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