



NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-25-91 (2-22-91)

**FDIC APPROVES ASSUMPTION OF DEPOSITS OF
THE MCKINLEY BANK, NILES, OHIO**

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and secured liabilities of The McKinley Bank, Niles, Ohio, by The Dollar Savings & Trust Company, Youngstown, Ohio.

The McKinley Bank, with total assets of \$69.1 million, was closed on Friday, February 22, 1991, by John F. Gayton, Ohio Superintendent of Banks, and the FDIC was named receiver.

The failed bank's mall office will reopen on Saturday, February 23, 1991, and the main office and downtown branch will reopen on Monday, February 25, 1991. All three locations will open as branches of The Dollar Savings & Trust Company, and depositors of The McKinley Bank automatically will become depositors of the assuming bank.

The Dollar Savings & Trust Company will assume about \$65.6 million in 9,700 deposit accounts and will purchase approximately \$66.0 million of the failed bank's assets at a premium of \$502,500.

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 transaction will result in a lower cost to the FDIC than if the assets were held and liquidated in receivership. Additionally, because the assets and deposits will be administered by The Dollar Savings & Trust Company, the failed bank's customers will have the benefit of continuous uninterrupted service.

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