



BOARD OF GOVERNORS  
OF THE  
**FEDERAL RESERVE SYSTEM**  
WASHINGTON, D. C. 20551

ADDRESS OFFICIAL CORRESPONDENCE  
TO THE BOARD

August 22, 2017

Kelton Johnson, Esq.  
Higbee & Associates  
1504 Brookhollow Drive, Suite 112  
Santa Ana, California 92705

Dear Mr. Johnson:

This letter responds to your request dated March 23, 2017, on behalf of Mr. Derek Jones. The General Counsel, acting pursuant to delegated authority, and after consultation with the Director of the Division of Supervision and Regulation, has approved the request pursuant to section 19 of the Federal Deposit Insurance Act<sup>1</sup> for Mr. Jones to remain an institution-affiliated party of State Farm Mutual Automobile Insurance Company ("State Farm"), Bloomington, Illinois, a savings and loan holding company ("SLHC"). This approval is limited to Mr. Jones being an institution-affiliated party of State Farm, including by working for State Farm or an independently owned agency that sells State Farm insurance products and products for State Farm's wholly owned subsidiary, State Farm Bank, f.s.b. ("State Farm Bank"), Bloomington, Illinois. If Mr. Jones seeks to work for another SLHC or bank holding company ("BHC"), or an independently owned agency that sells products for another SLHC or BHC, he must obtain the Board's prior approval to do so.

This action is based on all the facts of record and representations made by you and Mr. Jones to the Board in connection with this request. Any change in the facts presented could result in a different conclusion and should be reported immediately to Board staff. These representations constitute conditions imposed in writing in connection with the findings and decision herein and, as such, may be enforced in proceedings under applicable law. This action is also conditioned specifically on the receipt by Mr. Jones of all necessary regulatory approvals and on his compliance with any terms and conditions that may be imposed upon such approvals. Additionally, if Mr. Jones is convicted of, or enters into a pretrial diversion program for, a crime involving dishonesty, breach of trust, or money laundering in the future, he must again seek approval to work for any SLHC, BHC, or independently owned agency that sells products for an SLHC or BHC, including any agency that sells State Farm and State Farm Bank products.

Sincerely,

A handwritten signature in black ink, appearing to read "Ann E. Misback".

Ann E. Misback  
Secretary of the Board

---

<sup>1</sup> 12 U.S.C. § 1829.