

sec news digest

Issue No. 87-84

May 6, 1987

COMMISSION ANNOUNCEMENTS

PROPOSED AMENDMENTS TO SECURITIES EXCHANGE ACT WOULD AMEND DEFINITIONS OF "BROKER" AND "DEALER"

The Commission today released its proposed amendments to the Securities Exchange Act of 1934. The proposed amendments would amend the definitions of "broker" and "dealer" contained in Sections 3(a)(4) and 3(a)(5) of the Act. They are designed to achieve regulation by function rather than by outmoded industry classification and will ensure that all entities engaged in the securities business will be subject to the regulatory scheme for broker-dealers that Congress has established and charged the Commission with administering.

CIVIL PROCEEDINGS

CHAROLETTE AND EDWARD GARRITY PERMANENTLY ENJOINED

The Chicago Regional Office announced that on April 21 U.S. District Court Judge Robert A. Grant, Northern District of Indiana, South Bend Division, granted the Commission's Motion for Summary Judgment and entered a Final Judgment of Permanent Injunction against Charolette Garrity, Edward Garrity, Investments International and Executive I, II, III. The Final Judgment enjoins the above defendants from further violations of the registration and antifraud provisions of the Federal securities laws.

The Garritys were preliminarily enjoined from violating the Federal securities laws on October 5, 1984 in connection with their Investments International and Executive I, II, III schemes and Charolette Garrity was held in civil contempt and ordered to disgorge \$581,810 on April 15, 1985 for continuation of those schemes. Both Charolette and Edward Garrity were held in civil contempt and were ordered to disgorge \$295,048 on July 3, 1986 in connection with their International Diversified Corporation scheme. Both of the Garritys were ordered imprisoned on September 16, 1986 for their failure to comply with the above disgorgement orders. In addition, in a related criminal matter, on December 16, 1986 both of the Garritys were sentenced to five years imprisonment each for Federal mail fraud violations in connection with the above schemes. (SEC v. Charolette Garrity, et al., Civil Action No. S84-0484). (LR-11425)

INVESTMENT COMPANY ACT RELEASES

CHILLICOTHE INDUSTRIAL DEVELOPMENT CORPORATION

A notice has been issued giving interested persons until May 28 to request a hearing on an application filed by Chillicothe Industrial Development Corporation for an order pursuant to Sections 6(c) and 6(e) for exemption from all provisions of the Investment Company Act with certain exceptions. (Rel. IC-15717 - May 4)

HOLDING COMPANY ACT RELEASES

NATIONAL FUEL GAS COMPANY

An order has been issued authorizing National Fuel Gas Company (National Fuel), a registered holding company, to enter into agreements whereby, among other things, it will acquire all of the issued and outstanding capital stock and other assets of Utility Constructors, Inc. ("New UCI"), a Pennsylvania corporation which will provide pipeline construction and replacement, drilling, well maintenance, and related ser-

vices to other subsidiary companies of National Fuel and to nonassociate companies. As a capital contribution to New UCI, National Fuel will provide \$6 million, of which \$2 million will be for the purchase of stock and \$4 million will be paid-in capital. (Rel. 35-24381)

**HAWAIIAN ELECTRIC INDUSTRIES, INC.
HAWAIIAN ELECTRIC RENEWABLE SYSTEMS, INC.**

An order has been issued regarding Hawaiian Electric Industries, Inc., an exempt public utility holding company, and its electric utility subsidiary company, Hawaiian Electric Renewable Systems, Inc. (HERS), authorizing HERS to acquire all of the capital stock of Lalamilo Ventures, Inc., which operates a windfarm on the Island of Hawaii. (Rel. 35-24382)

THE COLUMBIA GAS SYSTEM, INC.

A supplemental order has been issued authorizing a proposal by The Columbia Gas System, Inc. (Columbia), a registered holding company, and certain of its subsidiary companies, including Columbia Gas of Kentucky, Inc. (Columbia Kentucky), Commonwealth Gas Pipeline Corporation (Commonwealth Pipeline) and Columbia Gas of Virginia, Inc. (Columbia Virginia). By order dated December 20, 1985 the Columbia system companies were authorized to extend their Intercompany Financing, External Short-Term Financing and Money Pool Program through December 31, 1987, subject to the approval of state commissions having jurisdiction over the proposed transactions. The supplemental order releases jurisdiction with respect to transactions for which the record is now complete, including the issuance by Columbia Kentucky in 1986 of up to \$3.2 million in long-term promissory notes; the issuance by Commonwealth Pipeline through 1987 of up to \$2 million in short-term debt; the issuance by Columbia Virginia in 1987 of up to \$1.7 million in long-term promissory notes and up to \$7 million in short-term debt; and the investment of excess cash in the Intrasystem Money Pool from time to time in 1987 by Commonwealth Pipeline and Columbia Virginia. (Rel. 35-24383)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until May 21 to comment on the application of the Midwest Stock Exchange, Inc. for unlisted trading privileges in four issues which are listed and registered on one or more other national securities exchanges and are reported in the consolidated transaction reporting system. (Rel. 34-24415)

UNLISTED TRADING GRANTED

Orders have been issued granting the applications of the following stock exchanges unlisted trading privileges in the common stock in the specified number of issues which are listed and registered on one or more other national securities exchanges and are reported in the consolidated transaction reporting system: Midwest Stock Exchange - two issues. (Rel. 34-24420); and the Philadelphia Stock Exchange - one issue. (Rel. 34-24419)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF ACCELERATED APPROVAL OF PROPOSED RULES CHANGES

The Commission approved, on an accelerated basis, proposed rule changes filed by The New York Stock Exchange, Inc.: (SR-NYSE-87-5) to extend the effectiveness of Rule 103A regarding specialist performance evaluation until July 31, 1987 (Rel. 34-24413); and (SR-NYSE-86-37) to adopt, on a six month pilot basis, a rule that would authorize the Exchange to review certain proposed mergers, acquisitions and other combinations between specialist units that raise concentration-related issues. (Rel. 34-24411)

NOTICE OF PROPOSED RULE CHANGE

The Commission approved a proposed rule change filed by the Intermountain Stock Exchange, Inc. (SR-ISE-86-1) which withdraws the current body of ISE rules permitting its operation as a national securities exchange. (Rel. 34-24414)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC under the Securities Act of 1933. The reported information appears as follows: Form, Name, Address and Phone Number (if available) of the issuer of the security; Title and the number and/or face amount of the securities being offered; Name of the managing underwriter or depositor (if applicable); File number and date filed; Assigned Branch; and a designation if the statement is a New Issue.

- S-18 TELE OPTICS INC, 1006 W 15TH ST, RIVIERA BEACH, FL 33404 (305) 844-0263 - 690,000 (\$2,415,000) COMMON STOCK. 750,000 (\$3,000,000) COMMON STOCK. 60,000 (\$60) WARRANTS, OPTIONS OR RIGHTS. 60,000 (\$252,000) COMMON STOCK. UNDERWRITER: JERSEY CAPITAL MARKETS GROUP INC. (FILE 33-13609-A - APR. 21) (BR. 12 - NEW ISSUE)
- S-4 ROCHESTER TELEPHONE CORP, 100 MIDTOWN PLZ, ROCHESTER, NY 14646 (716) 323-7150 - 53,900 (\$1,219,006.80) COMMON STOCK. (FILE 33-13623 - APR. 27) (BR. 7)
- S-3 UNION CORP, 50 WASHINGTON ST, SOUTH NORWALK, CT 06854 (203) 866-1099 - 299,000 (\$3,064,750) COMMON STOCK. (FILE 33-13625 - APR. 27) (BR. 10)
- S-8 CJI INDUSTRIES INC /DE/, 900 THIRD AVE, NEW YORK, NY 10022 (212) 230-3150 - 526,250 (\$8,683,125) COMMON STOCK. (FILE 33-13626 - APR. 27) (BR. 5)
- S-1 SARKIS CAPITAL INC, 200 W COLORADO, DALLAS, TX 75208 (214) 942-9600 - 750,000 (\$15,000) COMMON STOCK. (FILE 33-13627 - APR. 27) (BR. 12 - NEW ISSUE)
- S-11 TRANSOHIO CMO TRUST SERIES A, RODNEY SQUARE N, C/O WILMINGTON TRUST CO, WILMINGTON, DE 19890 (302) 651-1000 - 100,000,000 (\$100,000,000) MORTGAGE BONDS. UNDERWRITER: DREXEL BURNHAM LAMBERT INC
DEPCISITOR: TRANSOHIO FUNDING INC. (FILE 33-13631 - APR. 27) (BR. 11 - NEW ISSUE)
- S-18 FAIRMONT CAPITAL CORP, ONE DTC BLDG PENTHOUSE 3B, 5251 DTC PKWY, ENGLEWOOD, CO 80111 (303) 770-6766 - 50,000,000 (\$500,000) COMMON STOCK. 50,000,000 (\$1,500,000) COMMON STOCK. (FILE 33-13634 - APR. 24) (BR. 11 - NEW ISSUE)
- S-1 UNIVERSAL PROTEIN TECHNOLOGIES PARTNERSHIP PROGRAM, 134 EAST 71ST ST, C/C UNIVERSAL PROTEIN TECHNOLOGIES LTD, NEW YORK, NY 10021 (212) 879-2000 - 11,550 (\$11,550,000) LIMITED PARTNERSHIP CERTIFICATE. UNDERWRITER: AMERICAN EQUITY CORP. (FILE 33-13635 - APR. 24) (BR. 3 - NEW ISSUE)
- S-3 SOUTHTRUST CORP, 420 N 20TH ST, SOUTHTRUST TWR, BIRMINGHAM, AL 35203 (205) 254-5680 - 75,000,000 (\$75,000,000) STRAIGHT BONDS. (FILE 33-13637 - APR. 28) (BR. 1)
- S-18 PALM BEACH MEDICAL MANAGEMENT, 1400 NE MIAMI GARDEN DR STE 210, NORTH MIAMI BEACH, FL 33179 (305) 949-3801 - 200 (\$1,000,000) LIMITED PARTNERSHIP CERTIFICATE. (FILE 33-13647-A - APR. 21) (BR. 6 - NEW ISSUE)
- S-18 NATIONAL MEDICAL HEALTH CARD SYSTEMS INC, 48 HARBOR PARK DR, PORT WASHINGTON, NY 11050 (516) 626-0007 - 200,000 (\$1,100,000) COMMON STOCK. 5,000,000 (\$750,000) COMMON STOCK. 20,000 (\$20) WARRANTS, OPTIONS OR RIGHTS. 20,000 (\$165,000) COMMON STOCK. 500,000 (\$90,000) COMMON STOCK. UNDERWRITER: SHERMAN FITZPATRICK & CO INC. (FILE 33-13683-NY - APR. 20) (BR. 6 - NEW ISSUE)
- S-18 PRETECH INC, 1727 VETERANS MEMORIAL HWY, STE 403, CENTRAL ISLIP, NY 11722 (516) 234-1113 - 12,500,000 (\$1,250,000) COMMON STOCK. 12,500,000 (\$1,250,000) COMMON STOCK. 1,250,000 (\$100) WARRANTS, OPTIONS OR RIGHTS. 1,250,000 (\$150,000) COMMON STOCK. 1,250,000 (\$62,500) COMMON STOCK. UNDERWRITER: BRIGGS WEINGER ROBBINS & LEEDS INC. (FILE 33-13686-NY - APR. 21) (BR. 8 - NEW ISSUE)
- S-1 RESOURCE ENGINEERING INC, 3000 RICHMOND AVE, HOUSTON, TX 77098 (713) 520-9494 - 300,000 (\$3,450,000) COMMON STOCK. 1,195,000 (\$13,742,500) COMMON STOCK. 130,000 (\$1,794,000) COMMON STOCK. UNDERWRITER: LADENBURG THALMANN & CO INC. (FILE 33-13758 - APR. 24) (BR. 10 - NEW ISSUE)
- S-1 HUNTER MELNOR INC, 2500 FRISCO AVE, MEMPHIS, TN 38114 (901) 743-1360 - 100,000 (\$1,400,000) COMMON STOCK. 1,050,000 (\$14,700,000) COMMON STOCK. (FILE 33-13769 - APR. 24) (BR. 9)
- S-6 SEPARATE ACCOUNT 4 OF THE MANUFACTURERS LIFE INS CO OF AMERI, 200 BLOOR ST EAST, TORONTO ONTARIO CANADA M4W 1E5, A6 (416) 926-6700 - \$100,000,000 VARIABLE ANNUITY ISSUES. DEPOSITOR: MANUFACTURERS LIFE INSURANCE CO OF AMERIC. (FILE 33-13774 - APR. 24) (BR. 20 - NEW ISSUE)

ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within ten days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds five percent. Persons eligible to use the short form (Schedule 13G) may in lieu of filing a Schedule 13D file a Schedule 13G within 45 days after the end of the calendar year in which the person became subject to Section 13(d)(1). Companies and individuals making a tender offer must have on file at the time the tender offer commences a Schedule 14D-1.

Below is a list of recent filings of Schedules 13D and 14D, which includes the following information: Column 1 - the company purchased (top), and the name of the purchaser; Column 2 - the type of security purchased; Column 3 - the type of form filed; Column 4 - the date the transaction occurred; Column 5 - the current number of shares (in 000's) owned (top) and the current percent owned; Column 6 - the CUSIP number (top) and the prior percent owned; and Column 7 - the status of the filing, i.e., new, update or revision.

	FORM	EVENT DATE	SHRS (000)/ %OWNED	CUSIP/ PRIOR%	FILING STATUS
BOYERTOWN CASKET CO TBK PARTNERS ET AL	COMMON STOCK 13D	4/24/87	157 57.6	10336710 56.6	UPDATE
CALSTAR INC STAHL ROBERT F JR ET AL	COM 13D	4/20/87	120 10.0	13135610 0.0	NEW
CENERGY CORP SNYDER OIL PARTNERS L P	COM 13D	4/29/87	1,759 18.1	15131710 16.5	UPDATE
CONSOLIDATED FIBRES INC SHAMROCK ASSOC ET AL	COM 13D	4/29/87	279 14.1	20919310 15.4	UPDATE
ENERGY VENTURES INC APPALACHIAN COMPANY	COM 13D	4/29/87	1,402 60.5	29274010 60.3	UPDATE
FISHER TRANSP SVC FISHER JOSEPH C	COM 13D	4/23/87	1,600 59.0	33803410 0.0	NEW
GCA CORP HALLWOOD GRP INC	COM PAR\$0.01 13D	4/23/87	857 5.8	36155620 0.0	NEW
HERITAGE COMMUNICATIONS INC LOCKWOOD PETER VAN N ET AL	COM 13D	4/23/87	1,396 6.1	42721410 5.8	UPDATE
HOWELL INDS INC SHARON STEEL CORP ET AL	COM 13D	4/23/87	0 0.0	44307310 25.2	UPDATE
INCOMMET INC SCHWARTZ SAM D	COM 13D	4/22/87	1,537 15.8	45336510 0.0	NEW
ITL CORP NEW RIVERSIDE PARTNERS ET AL	COM 13D	4/22/87	5,041 27.6	46564210 27.6	UPDATE
KEYSTONE CAMERA PRODS CORP BANNER INDS ET AL	COM 13D	4/23/87	1,201 24.7	49339710 0.0	NEW
LIFETIME CORP GLEN INTERNATIONAL PLC	COM 13D	3/17/87	9,164 32.0	53191110 30.2	UPDATE
LIFETIME CORP RAMSDEN TERENCE P	COM 13D	3/17/87	9,979 34.8	53191110 38.7	UPDATE
NATIONAL INSTITUTE CAREERS I BRAVERMAN BURTON	COM 13D	3/16/87	722 24.0	63651510 0.0	NEW
PACIFIC NORTHWEST LIFE INS LAURENTIAN GROUP CORP ET AL	COM 13D	3/30/87	204 20.4	69466210 18.7	UPDATE
PURDATOR COURIER CORP EMERY AIR FREIGHT ET AL	COM 14D-1	5/1/87	6,332 32.9	74638010 0.0	UPDATE