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RULES AND RELATED MATTERS

U.S. SECURITIES AND
EXCHANGE COMMISSION

AMENDMENT TO GUIDELINES FOR THE PREPARATION OF FORMS S-4 AND S-5

The Commission announced an amendment to the Guidelines for the Preparation of Forms S-4 and S-5 including the prospectus for a management investment company to delete an undertaking requiring a meeting of shareholders within 180 days of the effectiveness of a registration statement under the Securities Act of 1933 for the purpose of electing directors of newly formed management investment companies. (Rel. 33-5854)

DECISIONS IN ADMINISTRATIVE PROCEEDINGS

FIRST BUFFALO CORP. SANCTIONED

The Commission has entered an order barring First Buffalo Corp. (FBC), Buffalo, New York, from selling or offering for sale fractional undivided interests in oil or gas wells. The order suspends Ralph Wiest, Buffalo, New York, from association with any broker or dealer for 60 days and from selling or offering for sale fractional undivided interests in oil or gas wells for one year and, furthermore, bars him from association with any broker or dealer in a supervisory capacity. The sanctions were based on findings that FBC and Wiest failed reasonably to supervise three FBC sales personnel. The Commission's action was taken pursuant to offers of settlement submitted by the named respondents in which, without admitting or denying the allegations in the order for proceedings, they consented to the above findings and sanctions. (Rel. 34-13838)

HERBERT SEGALOFF SANCTIONED

The Commission has determined to accept an offer of settlement by Herbert Segaloff of Los Alamitos, California, in which he agreed, without admitting or denying the allegations in the Commission's order for proceeding, to a thirty day suspension from association with any broker or dealer provided that he make an offer of restitution to each of his purchasing customers of Royal Airlines, Inc. common stock and that the suspension be followed by a bar from association with any broker or dealer in any capacity other than as a supervised employee in a nonsupervisory and nonproprietary capacity, provided that after one year, he may apply to the Commission for permission to become associated with any broker-dealer in a supervisory capacity. The Commission earlier alleged, in its order, that Segaloff violated the antifraud provisions of the securities laws in the offer and sale of shares of Royal Airlines, Inc. stock. (Rel. 34-13841)

HARVEY FENICHEL BARRED

The Commission announced that it has entered an order barring Harvey Fenichel, the vice-president of a broker-dealer formerly registered with the Commission, from being associated with any broker or dealer. The sanction was based upon findings that Fenichel: (1) wilfully violated the antifraud provisions of the Securities Act of 1933 and the Securities Exchange Act of 1934; (2) wilfully aided and abetted violations of the net capital and bookkeeping provisions of the Exchange Act; (3) was an officer and director of a broker-dealer on the date that a trustee was appointed pursuant to the Securities Investor Protection Act of 1970 to liquidate the business of said broker-dealer; and (4) was convicted in New York State Supreme Court within the past ten years of a felony involving the larceny of funds. Fenichel failed to answer the order for proceedings instituting this action. Fenichel is accordingly found to be in default and the proceeding was determined against him upon consideration of the order for proceedings, the allegations of which were deemed to be true. As a result, the above findings and sanctions were entered by the Commission. (Rel. 34-13842)

ORDERS FOR PUBLIC PROCEEDINGS

ORDER FOR PUBLIC PROCEEDINGS AMENDED

The Commission has issued an order amending order for public proceedings. The amended order alleges as further basis for a proceeding against Robert Berkson and Maurice Rind, that: (1) on November 1, 1976 Berkson was convicted upon his plea of guilty, to one count of an indictment, in the U.S. District Court for the Southern District of New York, which charged him with making and subscribing a false federal income tax return; and (2) on June 3 Rind was convicted, upon his plea of guilty, to two counts of an indictment which charged him with (a) substantive violations of the registration and antifraud provisions of the securities laws, and (b) conspiracy to violate the securities laws and obstruct justice. Berkson and Rind were named as respondents in this proceeding in an order issued by the Commission dated April 13. (Rel. 34-13862)

COMMISSION ANNOUNCEMENTS

FILES ON CORPORATE PAYMENTS MADE PUBLIC

The Commission, pursuant to requests under the Freedom of Information Act, has made available to the public certain previously non-public files in its possession relating to questionable corporate payments. Files concerning the following corporation is made available beginning today: Boise Cascade Corporation. These files, and others made available previously, may be inspected at the Commission's Public Reference Room, Room 6101, 1100 L Street, N.W., Washington, D.C., between the hours of 9 a.m. and 5 p.m. Persons wishing further information may call the Public Reference Room at (202) 523-5360.

COURT ENFORCEMENT ACTIONS

COMPLAINT NAMES FRANK COSTANTINO AND CHAMLEE, FRANKS, MILLER & RUSSELL, INC.

The Atlanta Regional Office announced on August 5 the filing of a complaint in the Federal District Court in Atlanta against Chamlee, Franks, Miller & Russell, Inc., a Georgia corporation, and Frank Costantino, its president, both of Aiken, South Carolina, seeking an injunction to prohibit alleged violations of the registration, recordkeeping, and antifraud provisions of the Investment Advisers Act of 1940 and antifraud provisions of the Securities Exchange Act of 1934. (SEC v. Chamlee, Franks, Miller & Russell, Inc. and Frank Costantino, N.D. GA, C77-1288A). (LR-8066)

INVESTMENT COMPANY ACT RELEASES

SIGMA TAX FREE INCOME FUND

A notice has been issued giving interested persons until September 6 to request a hearing on an application of Sigma Tax-Free Income Fund, Inc., for an order that it has ceased to be an investment company. (Rel. IC-9890 - Aug. 12)

CUMULO ALTERNATE FUND

A notice has been issued giving interested persons until September 6 to request a hearing on an application of Cumulo Alternate Fund, Inc., for an order that it has ceased to be an investment company. (Rel. IC-9891 - Aug. 12)

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A notice has been issued giving interested persons until September 6 to request a hearing on an application of Cumulo Fund, Inc., for an order that it has ceased to be an investment company. (Rel. IC-9892 - Aug. 12)

HOLDING COMPANY ACT RELEASES

ALLEGHENY POWER SYSTEM

A notice has been issued giving interested persons until September 9 to request a hearing on a proposal of Allegheny Power System, Inc., a registered holding company, to issue and sell up to \$70 million of short-term notes to banks and commercial paper. (Rel. 35-20138 - Aug. 12)

A notice has been issued giving interested persons until September 8 to request a hearing on a proposal of Arkansas Power & Light Company, subsidiary of Middle South Utilities, Inc., whereby Arkansas Power & Light will enter into installment sales agreements with Jefferson County, Arkansas for the purpose of financing the construction of pollution control facilities through the issuance of Pollution Control Revenue Bonds by the County in an amount of \$36 million. (Rel. 35-20139 - Aug. 12)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until August 29 to request a hearing on an application of the following stock exchange for unlisted trading privileges in the common stock, \$1.00 par value of the specified company: Philadelphia Stock Exchange, Inc. - International Couriers Corporation. (Rel. 34-13856)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF EFFECTIVENESS OF PROPOSED RULE CHANGE

The Philadelphia Stock Exchange has filed a proposed rule change under Rule 19b-4 (SR-PHLX-77-10) to decrease the fee payable by a member to establish an option trading privilege on the Exchange from \$7,500 to \$5,000 effective July 18 through August 18, then increase the option fee to \$33,000 from August 19 and thereafter. Publication of the proposal is expected to be made in the Federal Register during the week of August 22. (Rel. 34-13858)

APPROVAL OF PROPOSED RULE CHANGE

The Commission has approved a proposed rule change filed by the Midwest Stock Exchange, Inc. to require that the Chairman of the Committee on Specialist Assignment and Evaluation not be affiliated with a broker-dealer and to delete the requirement that such Chairman be a public governor of the Exchange. (Rel. 34-13859)

NOTICE AND APPROVAL OF PROPOSED RULE CHANGE

The Commission has approved a proposal filed by the National Association of Securities Dealers, Inc. (NASD) (SR-NASD-77-10) to amend Section 1(a) of Schedule G under Article XVIII of the NASD By-Laws to permit any member of the NASD to become a so-called "Designated Reporting Member" upon request, provided the member executes over-the-counter transactions in listed securities required to be reported on the Consolidated Tape and maintains transaction reporting capability through the NASDAQ Transaction Reporting System. (Rel. 34-13860)

The Commission has also approved a proposal filed by the NASD (SR-NASD-77-11) to award an honorarium of \$50 per hearing session to all persons serving on panels of arbitrators pursuant to Section 9 of the NASD's Code of Arbitration Procedure. (Rel. 34-13861)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC pursuant to the Securities Act of 1933. The information noted below has been taken from the cover page and the facing sheet of the prospectus and registration statement and will appear as follows: Form; Name, address and phone number (if available) of the issuer of the security; Title and the number or face amount of the securities being offered; Name of the managing underwriter (if applicable); Whether the offering is a rights offering; and File number and date filed.

(S-14) CAMPBELL TAGGART, INC., 6211 Lemmon Ave., P.O. Box 2640, Dallas, Tex. 75221 (214) 358-9211 - 908,970 shares of common stock. (File 2-59618 - Aug. 3)

(S-14) COLWELL MORTGAGE TRUST, 310 North San Vicente Blvd., Los Angeles, Cal. 90048 (213) 657-0871 - 8,000,000 shares of beneficial interest. (File 2-59621 - Aug. 10)

- (S-1) DELTA DATA SYSTEMS CORPORATION, 1765 Woodhaven Dr., Cornwells Heights, Pa. 19020 (215) 639-9400 - \$2 million of subordinated capital notes, due 1987. Underwriter: Offerman & Co., Inc. (File 2-59680 - Aug. 15)
- (S-6) INSURED MUNICIPALS - INCOME TRUST, SERIES 17, 208 South LaSalle St., Chicago, Ill. 60604 - 7,500 units. Depositor: Van Kampen Sauerman Inc. (File 2-59681 - Aug. 15)
- (S-14) WESTERN BANCORPORATION, 707 Wilshire Blvd., Los Angeles, Cal. 90017 (213) 614-3001 - 154,058 shares of capital stock. (File 2-59682 - Aug. 15)
- (S-7) AMERICAN HERITAGE LIFE INVESTMENT CORPORATION, Eleven East Forsyth St., Jacksonville, Fla. 33202 (904) 354-1776 - 100,000 shares of common stock. (File 2-59683 - Aug. 15)
- (S-7) CENTRAL POWER AND LIGHT COMPANY, 120 North Chaparral St., Corpus Christi, Tex. 78403 (512) 883-2631 - \$75 million of first mortgage bonds, Series O. due 2007. (File 2-59684 - Aug. 15)
- (S-8) INVESTACCOUNTS, 343 State St., Rochester, N.Y. 14650 - 136,460 Eastman Kodak Company common shares. (File 2-59685 - Aug. 15)
- (S-8) ADVENT CORPORATION, 195 Albany St., Cambridge, Mass. 02139 - 322,000 shares of common stock. (File 2-59686 - Aug. 15)
- (S-1) MILLER OIL COMPANY, 3612 West Wall St., Midland, Tex. 79701 (915) 694-1631 - 500,000 shares of common stock. Underwriter: Reuben, Alstead & Co., Inc. (File 2-59687 - Aug. 15)
- (S-14) WESTERN MICHIGAN CORPORATION, 210 East Main St., Niles, Mich. 49120 (616) 683-4000 - 96,012 shares of capital stock. (File 2-59688 - Aug. 15)

NOTICE

Many requests for copies of documents referred to in the SEC News Digest have erroneously been directed to the Government Printing Office. Copies of such documents and of registration statements may be ordered from the Public Reference Section, Securities and Exchange Commission, Washington, D.C. 20549. The reproduction cost is 10¢ per page plus postage (7 days) (\$3.50 minimum); 20¢ per page plus postage for expedited service (4 days) (\$5.00 minimum) and 30¢ per page plus postage for priority service overnight (\$5.00 minimum). Cost estimates are given or request. All other reference material is available in the SEC Docket.

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