

(7) Consider collateral values (less costs to sell), where applicable;

(8) Require that analyses, estimates, reviews and other ALLL methodology functions be performed by competent and well-trained personnel;

(9) Be based on current and reliable data;

(10) Be well documented with clear explanations of the supporting analyses and rationale; and

(11) Include a systematic and logical method to consolidate the loss estimates and ensure the ALLL balance is recorded in accordance with GAAP.

A systematic methodology that is properly designed and implemented should result in an institution's best estimate of the ALLL. Accordingly, institutions should adjust their ALLL balance, either upward or downward, in each period for material differences between the results of the systematic determination process and the unadjusted ALLL balance in the general ledger.<sup>27</sup>

### Bibliography

#### GAAP and Auditing Guidance

American Institute of Certified Public Accountants' Audit and Accounting Guide, Banks and Savings Institutions, 1999 edition

Auditing Standards Board Statement on Auditing Standards No. 61, Communication With Audit Committees (AICPA, Professional Standards, vol. 1, AU sec. 380)

Emerging Issues Task Force Topic No. D-80, Application of FASB Statements No. 5 and No. 114 to a Loan Portfolio (EITF Topic D-80 and attachments), discussed on May 19-20, 1999

Financial Accounting Standards Board Interpretation No. 14, Reasonable Estimation of the Amount of a Loss (An Interpretation of FASB Statement No. 5)

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 5, Accounting for Contingencies

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 114, Accounting by Creditors for Impairment of A Loan (An Amendment of FASB Statements No. 5 and 15)

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 118, Accounting by Creditors for Impairment of a Loan—Income Recognition and Disclosures (An Amendment of FASB Statement No. 114)

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 125, Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities

#### Regulatory Guidance

Federal Deposit Insurance Act, Section 39, Standards for Safety and Soundness (12 U.S.C. 1831p-1)

Federal Financial Institutions Examination Council's Instructions for Preparation of

Consolidated Reports of Condition and Income  
Interagency Guidelines Establishing Standards for Safety and Soundness, established in 1995 and 1996, as amended on October 15, 1998

Interagency Policy Statement on the Allowance for Loan and Lease Losses (ALLL), December 21, 1993

Joint Interagency Statement (regarding the ALLL), November 24, 1998

Joint Interagency Letter to Financial Institutions (regarding the ALLL), March 10, 1999

Joint Interagency Letter to Financial Institutions (regarding the ALLL), July 12, 1999

Securities and Exchange Commission Financial Reporting Release No. 28, Accounting for Loan Losses by Registrants Engaged in Lending Activities, December 1, 1986

Securities and Exchange Commission Securities Act Industry Guide 3, Statistical Disclosure by Bank Holding Companies  
Securities and Exchange Commission Staff Accounting Bulletin No. 99, Materiality, August 1999

Securities Exchange Act of 1934, Section 13(b)(2)-(7) (15 U.S.C. 78m(b)(2)-(7))  
United States General Accounting Office Report to Congressional Committees, Depository Institutions: Divergent Loan Loss Methods Undermine Usefulness of Financial Reports, (GAO/AIMD-95-8), October 1994

Dated: August 30, 2000.

#### Joanne M. Giese,

Assistant Executive Secretary, Federal Financial Institutions Examination Council.

[FR Doc. 00-22719 Filed 9-6-00; 8:45 am]

BILLING CODE 6210-01-P (25%), 6714-01-P (25%)  
6720-01-P (25%), 4810-33-P (25%)

## FEDERAL MARITIME COMMISSION

### Notice of Agreement(s) Filed

The Commission hereby gives notice of the filing of the following agreement(s) under the Shipping Act of 1984. Interested parties can review or obtain copies of agreements at the Washington, DC offices of the Commission, 800 North Capitol Street, NW., Room 940. Interested parties may submit comments on an agreement to the Secretary, Federal Maritime Commission, Washington, DC 20573, within 10 days of the date this notice appears in the **Federal Register**.

Agreement No.: 011421-024.

Title: The East Coast South America Discussion Agreement.

#### Parties:

Crowley American Transport  
Alianca Transportes Maritimos S.A.  
Columbus Line  
Lykes Lines Ltd., LLC  
APL Co. PTE. Ltd.  
P&O Nedlloyd B.V. and P&O

Nedlloyd Limited  
Pan American Independent Line  
Zim Israel Navigation Co., Ltd.  
Mediterranean Shipping Co. S.A.  
Euroatlantic Container Line S.A.  
Senator Lines GmbH  
A.P. Moller-Maersk Sealand  
Compania Sud Americana de

Vapores, S.A.  
Evergreen Marine Corporation  
(Taiwan) Limited  
Braztrans Transportes Maritimos  
Limitada

Compania Libra de Navegacao

*Synopsis:* The proposed amendment sets out the obligations of the members with respect to the payment of Agreement expenses and would permit the expulsion of members who fail to meet those obligations.

Agreement No.: 011426-030.

Title: The West Coast South America Discussion Agreement.

#### Parties:

Crowley American Transport  
Seaboard Marine Ltd.  
Columbus Line  
Compania Chilena de Navegacion  
Interoceania, S.A.  
APL Co. PTE. Ltd.  
P&O Nedlloyd B.V.  
South America Independent  
Association and its members:  
Trinity Shipping Line, SA  
Interocean Lines Inc.  
Mediterranean Shipping Co. S.A.  
South Pacific Shipping Company, Ltd.  
d/b/a  
Ecuadorian Line  
NYK/NOS Joint Service  
A.P. Moller-Maersk Sealand  
Compania Sud Americana de  
Vapores, S.A.

*Synopsis:* The proposed amendment sets out the obligations of the members with respect to the payment of Agreement expenses and would permit the expulsion of members who fail to meet those obligations.

Agreement No.: 011722.

Title: New World Alliance/A.P. Moller Maersk-Sealand Slot Exchange Agreement.

#### Parties:

A.P. Moller-Maersk Sealand  
American President Lines, Ltd  
APL Co. PTE. Ltd.  
Hyundai Merchant Marine Co., Ltd  
Mitsui O.S.K. Lines, Ltd.

*Synopsis:* The agreement authorizes the parties to exchange slot spaces on each others vessels in the trade between U.S. Atlantic and Gulf Coast ports and ports in Northern Europe.

Agreement No.: 011723.

Title: New World Alliance Facilitation Agreement.

<sup>27</sup> Institutions should refer to the guidance on materiality in SEC Staff Accounting Bulletin No. 99, Materiality.

*Parties:*

American President Lines, Ltd  
APL Co. PTE Ltd.  
Hyundai Merchant Marine Co., Ltd  
Mitsui O.S.K. Lines, Ltd.

*Synopsis:* The agreement allows the members of the New World Alliance (TNWA) to undertake the rights, powers, obligations and liabilities granted them as a group by the New World Alliance/Maersk Sealand Agreement (TNWA/MSL) and to establish initial sub-allocations of slots under TNWA/MSL to TNWA members, initial vessel contributions by the TNWA parties, and provide that the agreement shall remain in effect as long as the TNWA/MSL Agreement remains in effect.

*Agreement No.:* 201075-002.

*Title:* Terminal Agreement between The Port of Oakland and Maersk Pacific, Ltd.

*Parties:*

The Port of Oakland  
Maersk Line Pacific, Ltd. Service, Inc.

*Synopsis:* The amendment provides for changes in the use of certain areas as a result of the new relationships among the various Maersk and the Sea-Land companies. It also extends the agreement through December 31, 2004.

Dated: September 1, 2000.

By Order of the Federal Maritime Commission.

**Bryant L. VanBrakle,**

*Secretary.*

[FR Doc. 00-23009 Filed 9-6-00; 8:45 am]

**BILLING CODE 6730-01-P**

**FEDERAL MARITIME COMMISSION****Ocean Transportation Intermediary License; Reissuance of License**

Notice is hereby given that the following Ocean Transportation Intermediary licenses have been reissued by the Federal Maritime Commission pursuant to section 19 of the Shipping Act of 1984, as amended by OSRA 1998 (46 U.S.C. app. 1718) and the regulations of the Commission pertaining to the licensing of Ocean Transportation Intermediaries, 46 CFR part 515.

*License No., Name/Address, and Date Reissued*

16363N—Capitol Transportation, Inc.,  
P.O. Box 363008, San Juan, PR 00936-  
1361—May 14, 2000

1417F—Interconex Transport,  
International, Inc., 50 Main Street,  
11th Floor, White Plains, NY 10606—  
May 27, 2000

206F—Marine Forwarding Company,  
Incorporated, 90 West Street, New  
York, NY 10006—April 27, 2000

4279F—SR International Logistics, LLC  
d/b/a High Country Maritime, 5310  
Ward Road, Suite G-05, Arvada, CO  
80002—July 7, 2000

**Sandra L. Kusumoto,**

*Director, Bureau of Consumer Complaints  
and Licensing.*

[FR Doc. 00-23007 Filed 9-6-00; 8:45 am]

**BILLING CODE 6730-01-P**

**FEDERAL MARITIME COMMISSION****Ocean Transportation Intermediary License Applicant**

Notice is hereby given that the following applicants have filed with the Federal Maritime Commission an application for licenses as Non-Vessel Operating Common Carrier and Ocean Freight Forwarder—Ocean Transportation Intermediary pursuant to section 19 of the Shipping Act of 1984 as amended (46 U.S.C. app. 1718 and 46 CFR part 515).

Persons knowing of any reason why the following applicants should not receive a license are requested to contact the Office of Transportation Intermediaries, Federal Maritime Commission, Washington, D.C. 20573.

**Non-Vessel Operating Common Carrier Ocean Transportation Intermediary Applicants**

Celtic Shipping Line, LLC, 190  
Middlesex Turnpike, Suite 203, Iselin,  
NJ 08830, Officers: Kevin William  
Shields, President (Qualifying  
Individual), Kenneth Demitus, Vice  
President

Sonic Container Line, Inc., 870 Sivert  
Drive, Wood Dale, IL 60191, Officers:  
Chih Cheng Hsiao, Manager  
(Qualifying Individual), Maria Chen,  
Manager.

**Non-Vessel Operating Common Carrier and Ocean Freight Forwarder Transportation Intermediary Applicants**

D.L. Central America, Inc., 3500 NW  
115 Avenue, Miami, FL 33178,  
Officers: Sandra Calveiro, Ocean Dept.  
Coordinator (Qualifying Individual),  
Alfredo De Leon, Vice President

Pegasus Maritime Inc., 7 Dey Street,  
Suite 1000A, New York, NY 10002,  
Officers: Alvaro William Marrero,  
CEO (Qualifying Individual), Tariq  
Mahmood, Chairman.

**Ocean Freight Forwarders—Ocean Transportation Intermediary Applicants**

U C Bridge Inc. d/b/a Rapid Freight  
International Inc., 210 West Walnut  
Street, Suite #A, Compton, CA 90220,  
Officer: Julie Zhu, President  
(Qualifying Individual)

Dated: September 1, 2000.

**Bryant L. VanBrakle,**

*Secretary.*

[FR Doc. 00-23008 Filed 9-6-00; 8:45 am]

**BILLING CODE 6730-01-P**

**FEDERAL RESERVE SYSTEM****Formations of, Acquisitions by, and Mergers of Bank Holding Companies**

The companies listed in this notice have applied to the Board for approval, pursuant to the Bank Holding Company Act of 1956 (12 U.S.C. 1841 *et seq.*) (BHC Act), Regulation Y (12 CFR Part 225), and all other applicable statutes and regulations to become a bank holding company and/or to acquire the assets or the ownership of, control of, or the power to vote shares of a bank or bank holding company and all of the banks and nonbanking companies owned by the bank holding company, including the companies listed below.

The applications listed below, as well as other related filings required by the Board, are available for immediate inspection at the Federal Reserve Bank indicated. The application also will be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the standards enumerated in the BHC Act (12 U.S.C. 1842(c)). If the proposal also involves the acquisition of a nonbanking company, the review also includes whether the acquisition of the nonbanking company complies with the standards in section 4 of the BHC Act (12 U.S.C. 1843). Unless otherwise noted, nonbanking activities will be conducted throughout the United States. Additional information on all bank holding companies may be obtained from the National Information Center website at [www.ffiec.gov/nic/](http://www.ffiec.gov/nic/).

Unless otherwise noted, comments regarding each of these applications must be received at the Reserve Bank indicated or the offices of the Board of Governors not later than September 29, 2000.

**A. Federal Reserve Bank of Atlanta**  
(Cynthia C. Goodwin, Vice President)  
104 Marietta Street, N.W., Atlanta,  
Georgia 30303-2713:

1. *Basile Bancshares, Inc.*, Basile, Louisiana; to become a bank holding