

January 21, 2010

South Adams Savings Bank
P.O. Box 306
Adams, MA 01220

Dear Customer,

As we enter a new year I am writing to comment on the ongoing amount of adverse news being generated by large "Wall Street" banks. This recent letter from Arianna Huffington and Rob Johnson caught my eye and I wanted to pass it on to you. The authors did a really fine job of capturing the frustration of the public that has been created by the failed business practices of large "Wall Street" banks. These large banks have taken excessive risks, made sub-prime loans for years, paid themselves huge bonuses, and then received taxpayer bailout money when their business model failed. Fortunately the authors go one step further and recommend that people move their deposits from large, risky banks into well run community banks.

We could not agree more. Well run community banks like South Adams Savings Bank offer a great alternative. We just finished an outstanding 2009 and we have been a leader in Berkshire County for 140 years supporting our local community. We never thought about taking a handout from the government because our business practices are safe and conservative. At our bank we work hard to establish and maintain trusted, long term relationships with our customers right here in Berkshire County. We have not made sub-prime loans and as a result of our conservative lending philosophy we currently benefit from historically low levels of problem loans compared to other banks and credit unions within both Berkshire County and Massachusetts.

Tell your friends and family to rediscover the value and trust provided by local bankers like us. If you would like to learn more about our trusted service I encourage you to call me directly at 413-749-1150 or call any of our officers at the main number which is 413-743-0040.

Sincerely,



Charles P. O'Brien
President and CEO



[Arianna Huffington and Rob Johnson](#)

Posted: December 29, 2009 06:02 PM



[Move Your Money: A New Year's Resolution](#)

Too-big-to-fail banks are profiting from bailout dollars and government guarantees, and growing bigger. [Tell us which community bank you use, and why.](#)

Last week, over a pre-Christmas dinner, the two of us, along with political strategist Alexis McGill, filmmaker/author [Eugene Jarecki](#), and [Nick Penniman](#) of the HuffPost Investigative Fund, began talking about the huge, growing chasm between the fortunes of Wall Street banks and Main Street banks, and started discussing what concrete steps individuals could take to help create a better financial system. Before long, the conversation turned practical, and with some help from friends in the world of bank analysis, a video and website were produced devoted to a simple idea: Move Your Money.

The big banks on Wall Street, propped up by taxpayer money and government guarantees, have had a record year, making record profits while returning to the highly leveraged activities that brought our economy to the brink of disaster. In a slap in the face to taxpayers, they have also cut back on the money they are lending, even though the need to get credit flowing again was one of the main points used in selling the public the bank bailout. But since April, the Big Four banks -- JP Morgan/Chase, Citibank, Bank of America, and Wells Fargo -- all of which took billions in taxpayer money, have [cut lending](#) to businesses by \$100 billion.

Meanwhile, America's Main Street community banks -- the vast majority of which avoided the banquet of greed and corruption that created the toxic economic swamp we are still fighting to get ourselves out of -- are struggling. Many of them have closed down (or been taken over by the FDIC) over the last 12 months. The government policy of protecting the Too Big and Politically Connected to Fail is badly hurting the small banks, which are having a much harder time competing in the financial marketplace. As a result, a system which was already dangerously concentrated at the top has only [become](#) more so.

We talked about the outrage of big, bailed-out banks turning around and spending millions of dollars on lobbying to gut or kill financial reform -- including "too big to fail" legislation and regulation of the derivatives that played such a huge part in the meltdown. And as we contrasted that with the efforts of local banks to show that you can both be profitable and have a positive impact on the community, an idea took hold: why don't we take our money out of these big banks and put them into community banks? And what, we asked ourselves, would happen if lots

of people around America decided to do the same thing? Our money has been used to make the system worse -- what if *we* used it to make the system better?

Everyone around the table quickly got excited (granted we are an excitable group), and began tossing out suggestions for how to get this idea circulating.

Eugene, the filmmaker among us, remarked that the contrast between the big banks and the community banks we were talking about was very much like the story in the classic Frank Capra film *It's a Wonderful Life*, where community banker George Bailey helps the people of Bedford Falls escape the grip of the rapacious and predatory banker Mr. Potter.

It was a lightbulb moment. And, unlike the vast majority of dinner conversations, the excitement over this idea didn't end with dessert. It actually led to something -- thanks in great part to Eugene and his remarkable team, who got to work and, in record time, created a brilliant, powerful, and inspiring video playing off the *It's a Wonderful Life* concept.

Within a few days, the rest of the pieces fell into place, including an agreement with top financial analysts Chris Whalen and Dennis Santiago, who gave us access to their IRA (Institutional Risk Analytics) database. Using this tool, everyone will be able to plug in their zip code and quickly get a list of the small, solvent Main Street banks operating in their community.

The idea is simple: If enough people who have money in one of the big four banks move it into smaller, more local, more traditional community banks, then collectively we, the people, will have taken a big step toward re-rigging the financial system so it becomes again the productive, stable engine for growth it's meant to be. It's neither Left nor Right -- it's populism at its best. Consider it a withdrawal tax on the big banks for the negative service they provide by consistently ignoring the public interest. It's time for Americans to move their money out of these reckless behemoths. And you don't have to worry, there is zero risk: deposit insurance is just as good at small banks -- and unlike the big banks they don't provide the toxic dividend of derivatives trading in a heads-they-win, tails-we-lose fashion.

Think of the message it will send to Wall Street -- and to the White House. That we have had enough of the high-flying, no-limits-casino banking culture that continues to dominate Wall Street and Capitol Hill. That we won't wait on Washington to act, because we know that Washington has, in fact, been a part of the problem from the start. We simply can't count on Congress to fix things. We have to do it ourselves -- and the big banks are the core of the problem. We need to return to the stable, reliable, people-oriented approach of America's community banks.

So watch Eugene's amazing video at http://www.huffingtonpost.com/arianna-huffington/move-your-money-a-new-yea_b_406022.html, then go to www.moveyourmoney.info to learn more about how easy it is to move your money. And pass the idea on to your friends (help make this video -- and this idea -- go viral!).

JP Morgan/Chase, Citi, Wells Fargo, and Bank of America may be "too big to fail" -- but they are not too big to feel the impact of hundreds of thousands of people taking action to change a

broken financial and political system. Let them gamble with their own money, not yours. Let's turn big banks into smaller banks. We'll all be better off -- and safer -- as a result.

Make it your New Year's resolution to move your money. We can't think of a better way to start 2010.

WATCH:

Too-big-to-fail banks are profiting from bailout dollars and government guarantees, and growing bigger. [Tell us which community bank you use, and why.](#)

UPDATE -- Credit Unions: *Some commenters have written us suggesting that we also include credit unions. Like the FDIC for banks and thrifts, the [National Credit Union Administration](#) insures the deposits of credit unions and is a good resource for financial data on specific institutions. Credit unions do not disclose financial data in the same way as FDIC-insured banks. As a result, credit unions are not presently included in the IRA ratings database, which covers over 8,000 federally insured banks and thrifts. IRA is developing a method to rate credit unions in a way that is comparable to the IRA bank stress ratings. We'll be updating users of "Move Your Money" on this issue early in 2010.*

For more info, go to: www.moveyourmoney.info

Printed with Permission by Arianna and huffingtonpost.com