

Filed July 11, 1966  
8:30 am

S-L 10



STATE OF WISCONSIN                    )  
   ) SS  
 SAVINGS AND LOAN DEPARTMENT    )

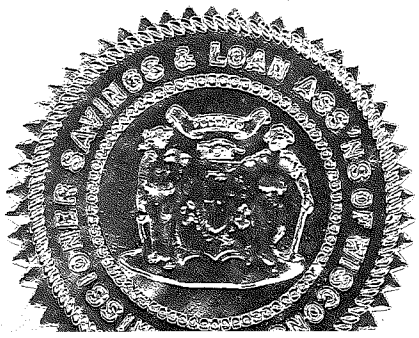
I, LEO MORTENSEN, Commissioner of Savings and Loan Associations, and Custodian of the official records of the Savings and Loan Department, do hereby certify that the annexed Order No. 59, repealing and recreating Sec. S-L 11.01(2), creating Sec. S-L 10.03 and creating Chapter S-L 22, RULES OF THE SAVINGS AND AND LOAN DEPARTMENT, WISCONSIN ADMINISTRATIVE CODE, was adopted by the Savings and Loan Commissioner on July 1, 1966 and approved by the Savings and Loan Advisory Committee on July 1, 1966, without the holding of a public hearing thereon, pursuant to Sec. 227.02(1)(b), Wisconsin Statutes.

I further certify that no public hearing was held for the reason that Order No. 59 is for the purpose of bringing existing Rules to conform to Federal Rules, as promulgated by the Federal Savings and Loan Insurance Corporation, effective July 1, 1966.

I further certify that publication of Order No. 59 will be made in the Wisconsin Administrative Register of August 1966, No. 123, and that the subject matter in said Order No. 59, Rules of the Savings and Loan Department, Wisconsin Administrative Code, will become effective on September 1, 1966.

I further certify that said copy has been compared by me with the original on file in this Department and that same is a true copy thereof, and the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the Official Seal of the Department located in Room 502, Hill Farm State Office Building, 4802 Sheboygan Avenue, in the City of Madison, this 8th day of July 1966.



*Leo Mortensen*

SAVINGS AND LOAN DEPARTMENT  
STATE OF WISCONSIN

ORDER NO. 59

IN THE MATTER of prescribing Rules and Regulations, pursuant to authority contained in Sec. 215.02(12)(a), Wis. Stats., for conducting the business of Savings and Loan Associations operating under Chapter 215, Wisconsin Statutes

WHEREAS, the Federal Home Loan Bank Board on June 20, 1966, by the adoption of Resolution No. FSLIC-2,648, prescribed a rule whereby insured state-chartered savings and loan associations could pay bonus earnings under certain conditions specified therein, and

WHEREAS, the Supervisory Agent for the 7th District of the Federal Home Loan Bank Board, distributed copies of Resolution No. FSLIC-2,648 to the Savings and Loan Department of Wisconsin and to all insured, state-chartered savings and loan associations on June 30, 1966, and

WHEREAS, the permissive authority of Resolution No. FSLIC-2,648, became effective on July 1, 1966, and

WHEREAS, the Savings and Loan Commissioner desires to promulgate a rule pertaining to a Bonus Plan on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof and held by the member for at least 6 months, as approved by the Federal Home Loan Bank Board by said Resolution FSLIC-2,648.

NOW, THEREFORE, IT IS ORDERED:

1. That Order No. 59, repealing and recreating Sec. S-L 11.01(2), creating Sec. S-L 10.03 and creating Chap. S-L 22, Rules of the Savings and Loan

Department, Wisconsin Administrative Code, is hereby adopted to read as:

Section No. 1

To repeal and recreate Subsec. S-L 11.01(2), Wis. Adm. Code to read as:

S-L 11.01(2) Declaration of Rate of Earnings Distribution. The board of directors of a savings and loan association may, by the adoption of a resolution so providing and while such resolution remains in effect,

- (a) Declare only one rate of earnings distribution on all savings accounts, or
- (b) May declare more than one rate of earnings distribution on withdrawal value of savings accounts.

Section No. 2

To create Sec. S-L 10.03, Wis. Adm. Code, to read as:

S-L 10.03 Bonus Plan. Certificate of Savings Accounts Issued in Amounts of \$1,000 or Multiples Thereof and Held by the Member for not Less than 6 Consecutive Months.

- (1) Plan. Any association may offer a bonus earnings up to 1/2 of 1% per annum on certificates of savings accounts issued in amounts of \$1,000 or multiples thereof and held by the member for not less than 6 months.
- (2) Discretionary Selection of Rate of Bonus Earnings. Under this plan, the association may by resolution agree to pay one rate or varying rates of bonus earnings on specified amounts of certificates of savings accounts. Any combination of bonus earnings rates up to 1/2 of 1% per annum on specified amounts of certificates of savings accounts, provided the minimum period of ownership of said certificate of savings account by the member is for at least 6 consecutive months.
- (3) Specimen Resolution for Bonus Earnings on Certificates of Savings Accounts.

"Upon motion of \_\_\_\_\_, seconded by \_\_\_\_\_ and

carried, the following resolution relative to Bonus Earnings, pursuant to Sec. IV (6)(a) of the bylaws was adopted:

"WHEREAS, the directors of the \_\_\_\_\_ Savings and Loan Association of \_\_\_\_\_, Wisconsin, have given consideration for Bonus Earnings up to 1/2 of 1% per annum on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof purchased by members and held by them for not less than 6 months under the permissive authority of Sec. S-L 10.03(1), Wis. Adm. Code.

"NOW, THEREFORE, BE IT RESOLVED, that effective this date, the \_\_\_\_\_ Savings and Loan Association of \_\_\_\_\_, Wisconsin, shall be obligated to pay Bonus Earnings on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof and held by the member for at least 6 months, at the following rates:

(List rate or rates of Bonus Earnings to be paid and the specified amounts of the Certificates of Savings Accounts)

"Any member, desiring to participate in Bonus Earnings on Certificates of Savings Accounts held for a period of not less than 6 months, shall execute an "APPLICATION AND AGREEMENT FOR BONUS", the form and content which follows:

"APPLICATION AND AGREEMENT FOR BONUS  
ON CERTIFICATES OF SAVINGS ACCOUNTS  
HELD FOR A PERIOD OF NOT LESS THAN 6 MONTHS

The undersigned hereby executes this Application and Agreement for participation in Bonus Earnings under the Bonus Plan of the (1) \_\_\_\_\_ Savings and Loan Association of (2) \_\_\_\_\_, Wisconsin, hereinafter set forth subject to the association's Articles of Incorporation, Bylaws, Chap. 215, Wisconsin Statutes, Wisconsin Administrative Code, and Rules and Regulations for Insurance of Accounts of the Federal Savings and Loan Insurance Corporation.

It is understood and agreed that funds evidenced by Certificate of Savings Account No. (3) \_\_\_\_\_ in the amount of (4) \$ \_\_\_\_\_, shall be maintained at that amount for at least (5) \_\_\_\_\_ months, commencing with the date of this agreement, may receive Bonus Earnings of (6) \_\_\_\_\_ of 1% per annum in addition to the regular earnings distributed on such accounts.

It is understood and agreed that Bonus Earnings applicable to such Certificate of Savings Accounts during the required period of ownership shall be paid at the maturity date of said Certificate or on the next succeeding earnings distribution date following the maturity date of said Certificate. If the Certificate of Savings Account is maintained beyond the required 6 month period stated herein and if the association authorizes continued distribution of Bonus Earnings of such accounts in accordance with the terms of this Agreement, the Bonus Earnings applicable thereto shall be paid at each regular earnings distribution date.

Signed at \_\_\_\_\_, Wisconsin, this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_

\_\_\_\_\_  
Signature of Member

\_\_\_\_\_  
Signature of Member

- (1) Insert name of association
- (2) Insert name of City
- (3) Insert Certificate number
- (4) Insert dollar amount of Certificate
- (5) Insert number of months
- (6) Insert rate of Bonus Earnings Distribution"

"A certified copy of this resolution shall be submitted to the  
Commissioner after adoption by the Board of Directors."

(4) Forfeiture of Bonus. In the event a member applies for a part or entire

withdrawal of a Certificate of Savings Account during the required 6 month period of minimum retention, all right to participate in bonus earnings shall be forfeited.

(5) Payment of Bonus Earnings. (a) Bonus earnings on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof and held by the member for at least 6 months, shall be paid to the member on the maturity date of said certificates or on the next succeeding earnings distribution date following the maturity date of said certificate.

(b) In the event that the board of directors, by resolution, authorizes the continuance of bonus earnings on 6 month Certificates of Savings Accounts, after the initial required period of ownership of said Certificates, the bonus earnings shall be paid at the next succeeding semiannual distribution date following the maturity date of the Certificate.

(6) Termination of Bonus Earnings. (a) Participation in Bonus Earnings on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof and held by the members for at least 6 months, shall terminate on the maturity date of such certificates, unless the continuance of bonus earnings on such certificates of savings accounts is specifically authorized by a resolution of the board of directors of the association.

(b) Any resolution by the board of directors authorizing the continuance of bonus earnings on certificates of savings accounts, issued in amounts of \$1,000 or multiples thereof and held for the required period of 6 months, beyond the maturity date of such certificates, shall be for periods not in excess of 6 months at any time. Resolutions of this type relating to the continuance of distribution of bonus earnings must be made at such intervals prior to the occurrence of maturity dates of existing certificates.

(c) Appropriate notice to holders of certificates of savings accounts shall be made when the board of directors decides, by resolution, to discontinue the payment of bonus earnings on certificates of savings accounts, issued in amounts of \$1,000 or multiples thereof beyond the 6 month maturity date or extended maturity date of such certificates.

(7) Abolishment of Bonus Plan on 6 Month Certificates of Savings Accounts.

The board of directors, may by resolution, abolish the bonus plan on 6 month certificates of savings accounts, as authorized by this section, but all contractual obligations on certificates of savings accounts, issued prior to the abolishment date of such bonus plan, shall participate in bonus earnings in accordance with the terms of the "APPLICATION AND AGREEMENT FOR BONUS" signed by the members.

Section No. 3

To create Chapter 22, Wis. Adm. Code to read as:

CHAPTER 22

PAYMENT OF BONUS EARNINGS ON MATURITY DATE

S-L 22.01 Authority to Distribute Bonus Earnings on 6 Month Certificates of Savings Accounts at Maturity Dates Occurring Between Earnings Distribution Dates. The commissioner of savings and loan associations, pursuant to Sec. 215.16(6), Wis. Stats., authorizes any association to pay the bonus earnings on Certificates of Savings Accounts, issued in amounts of \$1,000 or multiples thereof and held by the members for 6 months, in accordance with Sec. S-L 11.03, Wis. Adm. Code, on the maturity dates of such certificates, if the association so elects.

2. That in view of the fact that the subject matter of Order No. 59 is for the purpose of bringing up existing rules to conform to the requirements

Typographical error in S-L 22.01

Reference to S-L 11.03 should be to S-L 10.03.

Savings & Loan will correct and initial and correct in Secy of State's office.

Obviously a typographical or clerical error.


I corrected the printer's copy.

8/2/66 DWH



and conditions for the payment of Bonus Earnings on 6 month Certificates of Savings Accounts as contained in Resolution No. FSLIC-2,648 of the Federal Home Loan Bank Board, no public hearing was held thereon, pursuant to the provisions of Sec. 227.02(1)(b), Wis. Stats., and

3. That Order No. 59, shall become a part of the Rules of the Savings and Loan Department, Wisconsin Administrative Code, effective September 1, 1966, after publication thereof in the Wisconsin Administrative Register for August 1966, No. 128.

  
\_\_\_\_\_  
Leo Mortensen  
Commissioner

This Order was approved by the Savings and Loan Advisory Committee on July 1, 1966.