

S-L 18

Filed January 2, 1968

7:45 am



STATE OF WISCONSIN

OFFICE OF THE COMMISSIONER OF SAVINGS AND LOAN

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I, LEO MORTENSEN, Commissioner of Savings and Loan Associations, and Custodian of the official records of the Office of the Commissioner of Savings and Loan, do hereby certify that the annexed Order No. 68, consisting of the following sections:

- Section 1 Renumbering six sections and subsections of Chapter S-L 18
- Section 2 Creating subsection S-L 18.01(10)
- Section 3 Creating subsection S-L 18.02(5)
- Section 4 Creating subsection S-L 18.03(6)
- Section 5 Amending subsection S-L 18.11(1)
- Section 6 Creating section S-L 18.15
- Section 7 Amending subsection S-L 18.18(6)

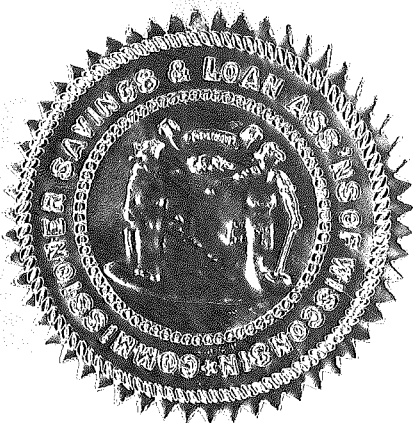
RULES OF THE SAVINGS AND LOAN DEPARTMENT, WISCONSIN ADMINISTRATIVE CODE, was initially adopted by me, LEO MORTENSEN, Savings and Loan Commissioner, on August 24, 1967, and initially approved by the Savings and Loan Review Board on August 24, 1967, under the procedure prescribed in Section 227.02(1)(e), Wis. Stats.

I further certify that publication of the proposed order was made in the Wisconsin Administrative Register, September, 1967, No. 141, and that no application for a public hearing thereon was filed within the 30 day period prescribed in Section 227.02(1)(e), Wis. Stats.

I further certify that Order No. 68 was finally adopted by me, LEO MORTENSEN, Savings and Loan Commissioner on December 20, 1967, and approved by the Savings and Loan Review Board on December 20, 1967.

I further certify that publication of Order No. 68 will be made in the Wisconsin Administrative Register of January, 1968, No. 145, and will become

I further certify that said copy has been compared by me with the original on file in this Office 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 Savings and Loan Commissioner of Wisconsin, at 142 East Gilman Street, in the City of Madison, this 28th day of December, 1967.

Leo Mortensen
Commissioner

OFFICE OF COMMISSIONER OF SAVINGS AND LOAN
STATE OF WISCONSIN

ORDER NO. 68

IN THE MATTER of prescribing Rules and Regulations, pursuant to authority contained in Section 215.02(12)(a), Wis. Stats., for conducting the business of savings and loan associations operating under Chapter 215, Wis. Stats.

WHEREAS, this matter was initially approved by the Savings and Loan Commissioner and the Savings and Loan Review Board on August 24, 1967, under the procedure prescribed in Section 227.02(1)(e), Wis. Stats., and

WHEREAS, official notice of the proposed change was published in the Wisconsin Administrative Register, September, 1967, No. 141, pursuant to the requirements of Section 227.02(1)(e), Wis. Stats., and

WHEREAS, no petition for a public hearing on the proposed change was filed during the 30 day period subsequent to the publication of the official notice of the proposed change in the Wisconsin Administrative Register, September, 1967, No. 141, and

WHEREAS, the proposed change was finally approved by the Savings and Loan Commissioner and the Savings and Loan Review Board on December 20, 1967.

NOW, THEREFORE, IT IS ORDERED:

1. That Order No. 68, consisting of the following seven (7) Sections of the Rules of the Savings and Loan Department, Wisconsin Administrative Code, is hereby adopted to read:

SECTION 1

Section S-L 18.02(5) of the Wis. Adm. Code is renumbered as Section S-L 18.02(6)
Section S-L 18.03(6) of the Wis. Adm. Code is renumbered as Section S-L 18.03(7)
Section S-L 18.03(7) of the Wis. Adm. Code is renumbered as Section S-L 18.03(8)
Section S-L 18.15 of the Wis. Adm. Code is renumbered as Section S-L 18.16
Section S-L 18.16 of the Wis. Adm. Code is renumbered as Section S-L 18.17
Section S-L 18.17 of the Wis. Adm. Code is renumbered as Section S-L 18.18

SECTION 2

Section S-L 18.01(10) is adopted to read:

(10) "VACANT LOT" means an improved or unimproved building site, upon which the borrower intends to construct and occupy as a residence, a structure containing dwelling units for not more than 4 families.

SECTION 3

Section S-L 18.02(5) is adopted to read:

(5) VACANT LOTS. Any mortgage loan secured by a vacant lot, as defined in Wis. Adm. Code Section S-L 18.01(10), shall not exceed 80% of either the appraised value or the sale price of the real estate security, whichever is the lesser.

SECTION 4

Section S-L 18.03(6) is adopted to read:

(6) VACANT LOTS. The aggregate of loans secured by vacant lots, as defined in Wis. Adm. Code Section S-L 18.01(10), shall not exceed 3% of the association's total assets.

SECTION 5

Section S-L 18.11(1) is amended to read:

- (1) Any association may make mortgage loans on the security of improved real estate, subdivision-type property and improved lots excluded, and the withdrawal value of savings and loan association savings accounts, and may exceed the maximum loan ratios prescribed in subsection 215.21(6)(b), Wis. Stats. and Wis. Adm. Code subsections S-L 18.02(1) and (2), when the excess of such mortgage loan is further secured by the withdrawal value of savings accounts of any state-chartered or federally-chartered savings and loan association doing business in Wisconsin, or the withdrawal value of savings accounts of any savings and loan association located outside of the state of Wisconsin, whose members' accounts are insured by the Federal Savings and Loan Insurance Corporation.

SECTION 6

Section S-L 18.15 is adopted to read:

S-L 18.15 MEMBERS' LOANS SECURED BY VACANT LOTS. Loans secured by vacant lots, as defined in Wis. Adm. Code Section S-L 18.01(10), made pursuant to Section 215.21(29), Wis. Stats., shall conform to the following:

- (1) The amount of each loan shall not exceed 80% of either the appraised value or the sale price of the real estate security, whichever is the lesser.
- (2) Each loan shall be repaid, within a period of 10 years, in regular monthly installments, to include 1/12 of the real estate taxes and special assessments.
- (3) The aggregate of such loans shall not exceed 3% of the association's total assets.

- (4) No association shall grant any loan secured by a vacant lot to a borrower while said borrower has any other such loan outstanding.
- (5) The borrower shall execute at the time of loan closing an affidavit or certificate stating:
- (a) That the borrower intends to construct on the building site offered as security, a structure to be occupied by the borrower as a residence.
 - (b) That the borrower has no other loans, secured by vacant lots, made pursuant to Section 215.21(29), Wis. Stats., with either the granting association or any other savings and loan association.
 - (c) The cost to the borrower of the real estate security and the improvements thereto, if any.

SECTION 7

Section S-L 18.18(6) is amended to read:

- (6) **INELIGIBLE SECURITY FOR METROPOLITAN AREA LOANS.** Subdivision loans, loans to builders on fully-improved residential lots, and loans on vacant lots, as defined in Wis. Adm. Code, Sections S-L 18.01(8), (9), and (10), shall not be eligible security for metropolitan area loans.
2. That Order No. 68 will become effective February 1, 1968, after publication in the Wisconsin Administrative Register, January, 1968, No. 145.



Leo Mortensen
Commissioner