

1979 Assembly Bill 919

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CHAPTER 211, Laws of 1979

AN ACT to repeal 222.12 (4) and (5); to amend 222.20 and 222.21 (1) (b); and to create 222.21 (1) (d) of the statutes, relating to permitting mutual savings banks currently in existence to establish checking services and increasing their required reserve.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 222.12 (4) and (5) of the statutes are repealed.

SECTION 2. 222.20 of the statutes is amended to read:

222.20 Reserves. Every mutual savings bank shall keep on hand or on deposit in banks approved by the commissioner of banking as reserve banks, at least 5% of its total ~~deposit~~ time deposits and at least 10% of its total demand deposits. United States government obligations owned by a mutual savings bank, not in excess of 3.5% of the total ~~deposit~~ time deposits, may be considered as a part of the required reserve. Deposits shall be calculated on the basis of a 14-day average to determine compliance with the reserve requirements of this section.

SECTION 3. 222.21 (1) (b) of the statutes is amended to read:

222.21 (1) (b) In addition to the foregoing general powers, ~~such a mutual~~ mutual savings bank may borrow money under par. (c), or if par. (c) is not applicable in an emergency upon such terms and for such periods as the board of trustees or directors shall determine, for the purpose of repaying depositors and to pledge or hypothecate securities as collateral for loans so obtained.

SECTION 4. 222.21 (1) (d) of the statutes is created to read:

222.21 (1) (d) A mutual savings bank in existence on the effective date of this act (1979) may establish and service checking accounts and may exercise the powers incidental to that service.
