

CHAPTER 614

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SUBCHAPTER I

GENERAL PROVISIONS

614.01 Definitions. In this chapter:

(1) A "fraternal", also called a "fraternal benefit society" or "mutual benefit society" is a corporation organized or operating under this chapter that:

- (a) Has no capital stock;
- (b) Exists solely for:

1. The benefit of its members and their beneficiaries; and

2. Any lawful social, intellectual, educational, charitable, benevolent, moral, fraternal, patriotic or religious purposes for the benefit of its members or the public, carried on through voluntary activity of its members in their local lodges or through institutional programs of the fraternal or its local lodges;

(c) Has a lodge system;

(d) Has a representative form of government; and

(e) Provides insurance benefits authorized under this chapter.

(2) A "lodge system" exists if and only if:

- (a) There is a supreme governing body;

(b) Subordinate to the supreme governing body there are local lodges (whatever they may be called) into which natural persons are admitted as members in accordance with the laws of the fraternal;

(c) The local lodges are required by the laws of the fraternal to hold regular meetings at least monthly; and

(d) The local lodges engage regularly in programs involving member participation to implement the purposes of sub. (1) (b) 2.

(3) A "representative form of government" exists if and only if the fraternal complies with s. 614.42.

(4) The "laws" of a fraternal include its articles of incorporation and bylaws, however designated.

(5) In any section of the statutes made applicable to fraternal by this chapter, the technical terms used in those statutes are applicable to fraternal despite the customary use of other parallel terms by fraternal.

History: 1975 c. 373.

Note: Chapter 373, laws of 1975, which created this chapter of the statutes, contains notes explaining the revision. See the 1975 session law volume.

614.02 Scope and purposes. (1) SCOPE.

(a) *Domestic fraternal.* This chapter applies to

all fraternal organized under the laws of this state.

(b) *Nondomestic fraternal*. Except as expressly provided in this chapter and in s. 618.26, this chapter does not apply to nondomestic fraternal.

(2) **PURPOSES**. The purposes of this chapter are:

(a) To provide a complete, self-contained procedure for the formation of fraternal.

(b) To assure the solidity of fraternal by providing an organizational framework to facilitate sound management, sound operation and sound regulation.

(c) To strengthen internal fraternal democracy through as much member participation as is practicable.

(d) To encourage the fulfillment of the special purposes of fraternal.

History: 1975 c. 373.

614.03 Orders imposing and relaxing restrictions.

(1) **IMPOSING RESTRICTIONS**. The commissioner may subject any fraternal not otherwise subject thereto to some or all of the restrictions of s. 611.28 (1) as incorporated by s. 614.28, s. 611.33 (2) (a) 1 and 2 as incorporated by s. 614.33, and s. 611.54 (1) (b) as incorporated by s. 614.54, and s. 614.29 (2).

(2) **ORDERS ELIMINATING RESTRICTIONS**. The commissioner may free a new fraternal from any or all of the restrictions generally applicable only to new fraternal under the provisions enumerated in sub. (1) if satisfied that its financial condition, management or other circumstances give assurance that the interests of insureds and the public will not be endangered thereby.

History: 1975 c. 373, 421.

614.05 Applicability of other insurance laws to fraternal. (1) **CHAPTERS 611 AND 619**. No section of chs. 611 or 619 applies to fraternal unless it is specifically made applicable by this chapter.

(2) **APPLICABLE PORTIONS OF THE CODE**. Each other section of the code that applies to mutuals subject to ch. 611 also applies to domestic and nondomestic fraternal unless:

(a) This chapter or the particular section provides otherwise; or

(b) The particular section is inconsistent with a provision applying explicitly to fraternal, in this chapter or elsewhere.

History: 1975 c. 373.

614.07 General corporate powers and procedures. (1) **POWERS**. Section 181.04 (1) to (14) and (16) applies to fraternal.

(2) **ULTRA VIRES**. Section 181.05 (1) and (2) applies to fraternal.

(3) **OMISSION OF SEAL**. Section 181.665 applies to fraternal.

(4) **WAIVER OF NOTICE AND INFORMAL ACTION**. Sections 181.70 and 181.72 apply to fraternal.

History: 1975 c. 373.

SUBCHAPTER II

ORGANIZATION OF FRATERNALS

614.09 Reservation of corporate name.

Section 181.07 applies to fraternal, except that "secretary of state" shall be read "commissioner".

History: 1975 c. 373.

614.10 Members and applicants in fraternal.

(1) **MEMBERSHIP**. A fraternal may admit any natural person to membership under such conditions and for such insurance and other benefits as its laws prescribe, subject to this chapter and other applicable laws. Members not having insurance cease to be members if the fraternal is converted to a mutual.

(2) **APPLICANTS AUTHORIZED**. Subject to s. 631.07:

(a) *In general*. Fraternal may provide insurance benefits to their members and, on the application of members, to others; and

(b) *Children*. Fraternal may insure the lives or disability of children younger than the minimum age for membership in the fraternal but otherwise eligible for membership, on the application of some adult person.

(3) **CHILDREN'S LODGES**. A fraternal may organize lodges for children covered by insurance but not old enough for membership. Membership in local lodges is not required for such children, and they have no voting rights.

(4) **BENEFITS PENDING MEMBERSHIP**. A fraternal may extend temporary or conditional insurance coverage to a nonmember who has applied for membership in the fraternal.

History: 1975 c. 373.

614.11 Incorporators. Any number of corporate or adult natural persons may organize a fraternal under this chapter.

History: 1975 c. 373.

614.12 Articles of incorporation and by-laws. (1) **ARTICLES**. The articles of incorporation shall set forth:

(a) The name of the corporation, which shall include the word "fraternal" or words of equivalent meaning.

(b) The location of the principal office of the fraternal, which shall be in this state.

(c) The purposes of the corporation, which shall include one or more of the purposes specified in s. 614.01 (1) (b) 2, but shall otherwise be restricted to those permitted by s. 610.21.

(d) The classes of members and the qualifications and rights of the members of each class.

(e) A description of the fraternal's representative form of government, conforming to s. 614.42.

(f) The manner in which local lodges or branches may be formed and the powers they shall have, or a statement that the formation and powers of local lodges or branches shall be provided for in the bylaws.

(g) A provision for fraternal bonds if any are to be authorized, which shall conform to s. 614.33.

(h) A provision for amendment of the articles, which shall conform to s. 614.29.

(2) **POWERS NOT ENUMERATED.** Section 181.31 (2) applies to fraternal.

(3) **PRINCIPAL OFFICERS.** Section 181.25 applies to fraternal. The articles of incorporation or the bylaws shall specifically designate 3 or more offices, the holders of which shall be the principal officers of the fraternal. Each principal office shall be held by a separate natural person.

(4) **BYLAWS.** The bylaws shall comply with the provisions of this chapter, and a copy of the bylaws and any amendments to them shall be filed with the commissioner promptly after adoption, and notice of amendments to the bylaws shall be given promptly to members. Subject to this chapter, s. 181.13 applies to fraternal.

History: 1975 c. 373.

614.13 Organization permit and certificate of incorporation. (1) Section 611.13 applies to fraternal except that the word "mutual" shall be read "fraternal" and "s. 611.19" in s. 611.13 (4) shall be read "s. 614.19".

(2) The application for a permit shall include, in addition to those things required under s. 611.13 (2), a statement of the plan for fraternal activities and for the formation of a representative government under s. 614.42.

History: 1975 c. 373.

614.14 Powers under organization permit and deposit of proceeds of subscriptions. Sections 611.14 (2) and 611.15 apply to fraternal, except that the word "mutual" shall be read "fraternal" and except that there are no qualifying insurance policies as referred to in s. 611.14 (2) (a).

History: 1975 c. 373.

614.16 Termination of organization permit and payment of organization expenses.

Section 611.16, other than sub. (3) (c), applies to fraternal, except that the word "mutual" shall be read "fraternal" and "s. 611.20" shall be read "s. 614.20".

History: 1975 c. 373.

614.18 Incorporators' liability and organization expenses.

Section 611.18 (1) and (2) (b) applies to fraternal, except that the word "mutual" shall be read "fraternal".

History: 1975 c. 373.

614.19 Initial surplus requirements. (1)

MINIMUM PERMANENT SURPLUS. The commissioner shall specify the minimum permanent surplus for a fraternal being organized under this chapter. It shall be sufficient, in accordance with sound business practices, to provide for the needs of the proposed business, but in no case shall it be less than \$200,000 nor more than \$2,000,000. In specifying the amount, the commissioner shall take into account all the information in the business plan, the projection supplied under s. 611.13 (2) (k), as incorporated by s. 614.13, the general economic situation, the reinsurance market available to the proposed corporation and any other factors relevant to its needs for capital and surplus.

(2) **INITIAL EXPENDABLE SURPLUS.** A corporation organized under this chapter shall have an initial expendable surplus, after payment of all organizational expenses, of at least 50% of the minimum permanent surplus specified under sub. (1), or such smaller percentage as the commissioner specifies by order.

(3) **MAINTENANCE OF SOLVENCY PROVISION.** Every fraternal shall contain in its laws and in each certificate of insurance it issues, a provision, to which every certificate of insurance issued by the fraternal shall be subject, that if the financial position of the fraternal becomes impaired, the board of directors or the supreme governing body may determine on an equitable basis the proportionate share of the deficiency of each member of the fraternal. The member may then either pay the member's share of the deficiency, or accept the imposition of a lien on the certificate of insurance, to bear interest at the rate charged on policy loans under the certificate, compounded annually until paid, or may accept a proportionate reduction in benefits under the certificate. The fraternal may specify the manner of the election and which alternative is to be presumed if no election is made.

History: 1975 c. 373, 421.

614.20 Certificate of authority. Section 611.20 applies to fraternal, except that references to other sections in ch. 611 shall be read to refer to the corresponding sections in ch. 614.

History: 1975 c. 373.

614.22 Accelerated organization procedure. Section 611.22 applies to fraternal, except that the word "mutual" shall be read "fraternal".

History: 1975 c. 373.

614.24 Segregated accounts and subsidiaries. (1) GENERAL. Sections 611.24 to 611.26 apply to fraternal.

(2) SPECIAL AFFILIATES. (a) Local lodges. A local lodge may incorporate under ch. 181 or the corresponding law of the state where it is located, to carry out the noninsurance activities of the local lodge.

(b) Institutions for carrying out fraternal activities. Corporations may be formed under ch. 181 to implement s. 614.82 (2).

History: 1975 c. 373.

614.28 Changes in business plan. Section 611.28 applies to fraternal.

History: 1975 c. 373.

614.29 Amendment of articles of incorporation. (1) RIGHT TO AMEND ARTICLES. The articles of a fraternal may provide for amendment by the supreme governing body or by the board of directors, and may provide also for amendment by the members by referendum. If amendment is by referendum, a majority of those members who vote must vote affirmatively. Votes cast within 6 months from the date of mailing of the first ballot by the fraternal shall be counted. The timeliness of a vote is determined by the date of its mailing as proved by its postmark or other suitable evidence.

(2) FILING. For 5 years after the initial issuance of a certificate of authority, proposed amendments of the articles which are not changes in the business plan shall be filed with the commissioner at least 30 days before the amendment is submitted for approval to the members or to the supreme governing body, or if neither is required, at least 30 days before its effective date.

(3) FILING OF ARTICLES OF AMENDMENT. No amendment is effective until the articles of amendment are filed with the commissioner, together with a statement of the results of the voting on the amendment.

(4) PUBLICATION TO MEMBERS. Within 4 months after the filing of the articles of amendment with the commissioner, they shall be furnished to all members either by mail or under s. 614.41 (1).

History: 1975 c. 373.

SUBCHAPTER III

SECURITIES OF FRATERNALS

614.31 Securities regulation. Section 611.31 applies to fraternal bonds but does not apply to contribution notes, as they are defined in s. 611.33 as incorporated by s. 614.33.

History: 1975 c. 373.

614.33 Authorized securities. Section 611.33 (2) applies to fraternal, except that the words "mutual" and "nonassessable mutual" shall be read "fraternal".

History: 1975 c. 373.

SUBCHAPTER IV

MANAGEMENT OF FRATERNALS

614.41 Communications to members.

(1) OFFICIAL PUBLICATIONS. A fraternal may provide in its laws for an official publication in which any notice, report, or statement required by law to be given to members, including notice of election, may be published. It shall be printed conspicuously in the publication.

(2) COPIES TO COMMISSIONER. The commissioner may by rule prescribe that copies of specified classes of communications published generally to members, including the official publication, shall be communicated to the commissioner at the same time they are sent to the members.

(3) DUPLICATE PUBLICATIONS. If the records of a fraternal show that 2 or more members have the same mailing address, an official publication mailed to one member is deemed to be mailed to all members at the same address unless a member requests a separate copy.

History: 1975 c. 373, 421.

614.42 Representative form of government. (1) SUPREME GOVERNING BODY. The fraternal shall have a supreme governing body consisting either of:

(a) Board of directors. A board with some directors elected directly by the members or by their representatives in intermediate assemblies under sub. (2), and other directors prescribed in the fraternal's laws. The elected directors shall constitute a majority in number and not less than the number of votes required to amend

those articles or bylaws of the fraternal that can be amended without consent of the members. The board shall meet at least quarterly to conduct the business of the fraternal. The elected directors shall be elected on a plan that ensures equal weight to each fraternal member's vote. Voting may be by mail.

(b) *Assembly*. Delegates elected directly by the members or at intermediate assemblies or conventions of members or their representatives, together with other delegates prescribed in the fraternal's laws. The elected delegates shall constitute a majority in number and shall not have less than two-thirds of the votes and not less than the number of votes required to amend the articles or bylaws that can be amended without consent of the members. The assembly, whatever designated, shall meet at least once every 4 years and shall elect a board of directors to conduct the business of the fraternal between meetings of the assembly. The delegates making up the supreme governing body shall be elected on a plan that ensures equal weight to each fraternal member's vote.

(2) **INTERMEDIATE ASSEMBLIES**. The laws of a fraternal may provide that delegates to intermediate assemblies may represent geographical districts or lodges or represent the members in defined classes determined on a reasonable basis and that the vote of a representative to an intermediate assembly shall be treated as the vote of the members represented.

(3) **VOTING PROCEDURE**. No votes may be cast by proxy.

History: 1975 c. 373, 421.

614.43 Annual report to members. (1) REPORT TO BE MAILED. Section 611.43 applies to fraternal, except that "mutual" shall be read "fraternal" and "policyholder" shall be read "member".

(2) **REPORT TO BE PUBLISHED**. The report of sub. (1) shall be mailed to each member having insurance or published in the official publication under s. 614.41 (1).

History: 1975 c. 373.

614.51 Board of directors. (1) GENERAL. Section 181.18 applies to fraternal, except that the supreme governing body may act as the board of directors if it meets at least quarterly. Section 611.51 (2) to (9) applies to fraternal, except that the word "mutual" shall be read "fraternal" and the references to other sections of ch. 611 shall be to the corresponding sections of this chapter.

(2) **TERMS OF DIRECTORS AND OFFICERS**. The terms of directors and officers may not exceed 4 years.

History: 1975 c. 373.

614.53 Removal of directors and officers and filling of vacancies. A director may be removed from office for cause by an affirmative vote of a majority of the full board at a meeting of the board called for that purpose. Subject to the previous sentence, ss. 181.21 and 181.26 apply to fraternal.

History: 1975 c. 373.

614.54 Supervision of management changes. Section 611.54 applies to fraternal.

History: 1975 c. 373.

614.55 Continuity of management in emergencies. Section 611.55 applies to fraternal.

History: 1975 c. 373.

614.56 Committees of directors. Section 611.56 applies to fraternal, except that reference therein to other sections of ch. 611 shall be to the corresponding sections of this chapter.

History: 1975 c. 373.

614.57 Interlocking directorates and other relationships. Section 611.57 applies to fraternal.

History: 1975 c. 373.

614.60 Transactions in which directors and others are interested. Section 611.60 applies to fraternal.

History: 1975 c. 373.

614.62 Directors' liability and indemnification. Section 611.62 applies to fraternal, except that the word "mutual" shall be read "fraternal".

History: 1975 c. 373.

614.63 Executive compensation. Section 611.63 applies to fraternal, except that the word "mutual" shall be read "fraternal".

History: 1975 c. 373.

614.66 Exclusive agency contracts and management contracts. Sections 611.66 and 611.67 apply to fraternal, except that the reference in s. 611.66 to s. 611.26 (1) is to that section as incorporated by s. 614.24.

History: 1975 c. 373.

SUBCHAPTER V

CORPORATE REORGANIZATION

614.73 Merger and consolidation of fraternal. (1) AUTHORIZATION, DOMESTIC FRATERNALS. Any 2 or more domestic fraternal may merge or consolidate under the provisions of subs. (3) and (4).

(2) AUTHORIZATION, DOMESTIC AND NONDOMESTIC FRATERNALS. Any 2 or more domestic and nondomestic fraternal may merge or consolidate under the provisions of sub. (5).

(3) PROCEDURE FOR DOMESTIC FRATERNALS. The supreme governing body of each domestic fraternal proposing to merge or consolidate shall:

(a) At least 60 days prior to the proposed action submit the text of the proposed contract to its members in the manner provided by s. 614.29 (4);

(b) Approve the proposed consolidation or merger by a two-thirds vote; and

(c) File with the commissioner a certified copy of the written contract containing in full the terms and conditions of the consolidation or merger, a sworn statement by the president and secretary or corresponding officers of each fraternal showing the financial condition of each on a date to be fixed by the commissioner but no earlier than the December 31 of the year preceding the proposed contract, and evidence of compliance with pars. (a) and (b):

(4) ISSUANCE OF CERTIFICATE BY COMMISSIONER. The commissioner shall issue a certificate approving the merger or consolidation, upon a finding that:

(a) The contract conforms to the provisions of this chapter;

(b) The parties to the proposed contract have complied with the provisions of sub. (3); and

(c) The proposed contract is just and equitable to the members of the fraternal.

(5) PROCEDURE FOR NONDOMESTIC FRATERNALS. Where a nondomestic fraternal is a party to the proposed contract, the parties shall follow the procedure for domestic fraternal under subs. (3) and (4), but the commissioner may not issue a certificate of compliance until the parties file a certificate that the proposed contract has been approved in the manner provided by the laws of the jurisdiction under which the fraternal is incorporated, or, if such laws contain no procedure for approval, that the proposed contract has been approved by the commissioner of insurance for that jurisdiction.

(6) EFFECTIVE DATE. The merger or consolidation is effective when the commissioner issues a certificate of approval.

(7) EFFECT OF CONSOLIDATION OR MERGER. When the merger or consolidation is effective, the surviving or new fraternal shall have all the assets and be liable for all of the obligations of each of the participating fraternal.

History: 1975 c. 373, 421.

614.74 Voluntary dissolution of solvent domestic fraternal. (1) PLAN OF DISSOLUTION. At least 60 days prior to the submission to the supreme governing body or the members of any proposed voluntary dissolution, the proposal shall be filed with the commissioner. The commissioner may require the submission of additional information necessary to establish the financial condition of the fraternal or other facts relevant to the proposed dissolution. If the supreme governing body or the members adopt the resolution to dissolve by a majority of those voting or such larger number as the laws of the fraternal require, the commissioner shall, within 30 days after the adoption of the resolution, examine the fraternal. The commissioner shall approve the dissolution unless finding, after a hearing, that it is insolvent or may become insolvent in the process of dissolution. Upon approval, the fraternal may dissolve under ss. 181.51 to 181.555, except that the last sentence of s. 181.555 does not apply. Upon disapproval, the commissioner shall petition the court for liquidation under s. 645.41 (10).

(2) CONVERSION TO INVOLUNTARY LIQUIDATION. The fraternal may at any time during the liquidation under ss. 181.51 to 181.555 apply to the commissioner to have the liquidation continued under the commissioner's supervision; thereupon the commissioner shall apply to the court for liquidation under s. 645.41 (10).

(3) REVOCATION OF VOLUNTARY DISSOLUTION. If the fraternal revokes the voluntary dissolution proceedings under s. 181.53, a copy of the revocation of voluntary dissolution proceedings shall be filed with the commissioner.

History: 1975 c. 373, 421.

614.76 Voluntary conversion of fraternal to mutuals. A domestic fraternal may be converted into a mutual, as follows:

(1) ACTION BY BOARD OR SUPREME GOVERNING BODY. The board or the supreme governing body shall adopt a plan of conversion stating:

(a) The reasons for and the purposes of the proposed action;

(b) The proposed terms, conditions and procedures and the estimated expenses of implementing the conversion;

(c) The proposed name of the corporation; and

(d) The proposed articles and bylaws.

(2) DISAGREEMENT. If the board and the supreme governing body disagree on the conversion plan, the decision of the latter shall govern.

(3) APPROVAL BY COMMISSIONER. The plan shall be filed with the commissioner for approval, together with so much of the information

under s. 611.13 (2) as the commissioner reasonably requires. The commissioner shall approve the plan unless finding, after a hearing, that it would be contrary to the law, that the new mutual would not satisfy the requirements for a certificate of authority under s. 611.20 or that the plan would be contrary to the interests of members or the public.

(4) APPROVAL BY MEMBERS. After being approved by the commissioner, the plan shall be submitted for approval to the persons who were voting members on the date of the commissioner's approval under sub. (3). At least a majority of the votes cast must be in favor of the plan, or a larger number if required by the laws of the fraternal.

(5) OFFICERS AND DIRECTORS. The officers and directors of the fraternal shall be the initial officers and directors of the mutual.

(6) REPORT TO COMMISSIONER. A copy of the resolution adopted under sub. (4) shall be filed with the commissioner, stating the number of members entitled to vote, the number voting, the method of voting and the number of votes cast in favor of the plan, stating separately the mail votes and the votes cast in person.

(7) CERTIFICATE OF AUTHORITY. If the requirements of the law are met, the commissioner shall issue a certificate of authority to the new mutual. Thereupon the fraternal shall cease its legal existence and the corporate existence of the new mutual shall begin, but it shall be deemed to have been incorporated as of the date the converted fraternal was incorporated. The new mutual shall have all the assets and be liable for all of the obligations of the converted fraternal. The commissioner may grant a period not exceeding one year for adjustment to the requirements of ch. 611, specifying the extent to which particular provisions of ch. 611 shall not apply.

(8) EXPENSES. The corporation may not pay compensation of any kind to existing personnel, in connection with the proposed conversion, other than regular salaries. With the commissioner's approval, payment may be made at reasonable rates for printing costs and for legal and other professional fees for services actually rendered. All expenses of the conversion, including the expenses incurred by the commissioner and the prorated salaries of any insurance office staff members involved, shall be borne by the corporation being converted.

History: 1975 c. 373, 421.

614.77 Rehabilitation or involuntary conversion. If the commissioner believes that a fraternal does not satisfy the requirements of

this chapter, the commissioner shall call a hearing and upon a finding that the fraternal does not satisfy the requirements, the commissioner shall petition for rehabilitation under s. 645.31, for the purpose of rehabilitating the fraternal or, if that is not possible, of converting the fraternal to a mutual.

History: 1975 c. 373, 421.

SUBCHAPTER VI

MISCELLANEOUS PROVISIONS

614.80 Tax exemption. Every domestic and nondomestic fraternal is exempt from all state, county, district, municipal and school taxes or fees, except the fees required by s. 601.31 (25), but is required to pay all taxes and special assessments on its real estate and office equipment, except as provided in s. 70.11 (4) and (8).

History: 1975 c. 373.

614.82 Fraternal expenditures and activities. (1) REPORTS. Every fraternal shall report to the commissioner such information as the commissioner requires concerning expenditures made by the fraternal and other activities and programs of the fraternal or its members in fulfillment of the purposes of s. 614.01 (1) (b) 2 or in maintaining its fraternal character.

(2) INSTITUTIONS FOR CARRYING OUT FRATERNAL ACTIVITIES. A fraternal may create, maintain and operate social, intellectual, educational, charitable, benevolent, moral, fraternal, patriotic or religious institutions for the benefit of its members or their families or dependents or for children insured by the fraternal. For that purpose, it may own, hold or lease real or personal property within or outside of this state. No funeral or undertaking establishment may be owned or operated by the fraternal. All such property shall be reported in the annual statement or an appendix thereto but shall be given only nominal value in the statement. No profit may be made on such institutions, but the income and expenditures shall be reported separately in or as an appendix to the annual statement. Any such institution may be separately incorporated under ch. 181 and ownership of its stock shall be reported at nominal value.

History: 1975 c. 373, 421.

614.94 Fraternal as fundholder. (1) TRUSTEE OF PROCEEDS. Section 632.42 applies to fraternal.

(2) RELATIONSHIP TO GENERAL ASSETS. All assets shall be held, invested and disbursed for the use and benefit of the fraternal and no member or beneficiary shall have or acquire individual rights therein or become entitled to

any apportionment or the surrender of any part thereof, except as provided in the contract. A fraternal may create, maintain, invest, disburse and apply any special fund or funds necessary to carry out any purpose permitted by the laws of the fraternal.

History: 1975 c. 373.

614.96 Exemption of fraternal benefits.
No money or other benefit, charity, relief or aid

to be paid, provided or rendered by any domestic or nondomestic fraternal is liable to attachment, garnishment or other process, or to be seized, taken, appropriated or applied by any legal or equitable process or operation of law to pay any debt or liability of a member or beneficiary, or any other person who may have a right thereunder, either before or after payment by the fraternal.

History: 1975 c. 373.