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# Wisconsin Legislative Council

## AMENDMENT MEMO

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**2021 Assembly Bill 596**

**Assembly  
Amendment 1**

### 2021 ASSEMBLY BILL 596

2021 Assembly Bill 596 makes a number of changes to laws related to financial institutions. Specifically, it does the following:

- Permits a financial institution that has established a payable-on-death (P.O.D.) account and made a loan to the P.O.D. account owner to, upon the death of the account owner, withhold distribution to the P.O.D. account beneficiary of an amount necessary to satisfy the account owner's loan obligation to the financial institution.
- Increases the amount of compensation available from the Department of Financial Institutions (DFI) for losses by the state or a local government resulting from the deposit of public moneys in a failed or failing financial institution.
- Repeals certain specified DFI rules related to the placement or operation of automated teller machines (ATMs) by financial institutions.
- Prohibits the Department of Safety and Professional Services (DSPS) and local governments from requiring a financial institution to install an emergency access box in or on any financial institution building.
- Extends the maximum maturity date of a promissory note issued by a city, village, town, county, or school district, from 10 to 20 years.

### ASSEMBLY AMENDMENT 1

Assembly Amendment 1 eliminates the provisions that permit a financial institution to withhold distributions from a P.O.D. account to satisfy another account holder obligation, and that prohibits DSPS and local governments from requiring a financial institution to install an emergency access box.

### BILL HISTORY

Assembly Amendment 1 was offered by Representative Katsma on January 6, 2022. On January 26, 2022, the Assembly Committee on Financial Institutions recommended adoption of Assembly Amendment 1 and passage of Assembly Bill 596, as amended, by votes of Ayes, 9; Noes, 0.

TK:jal