

(2) No officer or employee who is required to give bond shall be deemed qualified nor shall be permitted to enter upon the discharge of his duties until his bond shall have been approved by a majority of the board of directors. Such bond shall be filed with the banking commission within 10 days next after approval thereof by the board of directors. The minute books of each credit union shall contain a record of each bond executed and approved.

(3) Such bond shall be sufficient in amount to protect the credit union from loss by reason of acts of fraud or dishonesty including forgery, theft, embezzlement, wrongful abstraction or misapplication on the part of the person, directly or through connivance with others. At any time the banking commission may require additional bond or security, when, in its opinion, the bonds then executed and approved are insufficient.

(4) Every such bond shall also include the following provisions, to wit:

(a) In no event shall cancellation or any other termination of this bond be effective without surety giving in advance at least 10 days written notice by registered mail to the state banking commission of Wisconsin.

(b) The surety hereby agrees to furnish the state banking commission of Wisconsin at Madison, Wisconsin, a copy of all riders and endorsements executed subsequently to the effective date of this bond.

Approved May 17, 1943.

No. 347, A.]

[Published May 19, 1943.

CHAPTER 157.

AN ACT to repeal and recreate 224.06 of the statutes, relating to fidelity bonds for bank officers and employes and providing a penalty.

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

224.06 of the statutes is repealed and recreated to read:

224.06 FIDELITY BONDS FOR BANK OFFICERS AND EMPLOYES.

(1) As a condition precedent to qualification or entry upon the discharge of his duties, every person appointed or elected to any

position requiring the receipt, payment or custody of money or other personal property owned by a bank or in its custody or control as collateral or otherwise, shall give a bond in some responsible corporate surety company, licensed to do business in this state, in such adequate sum as the directors shall require and approve. In lieu of individual bonds the commission may accept a schedule or blanket bond which covers all of the officers and employes of any bank whose duties include the receipt, payment or custody of money or other personal property for or on behalf of the bank. All such bonds shall be in the form prescribed by the banking commission.

(2) No officer or employe who is required to give bond shall be deemed qualified nor shall be permitted to enter upon the discharge of his duties until his bond shall have been approved by a majority of the board of directors. Such bond shall be filed with the banking commission within 10 days next after approval thereof by the board of directors. The minute books of each bank shall contain a record of each bond executed and approved.

(3) Such bond shall be sufficient in amount to protect the bank from loss by reason of acts of fraud or dishonesty including forgery, theft, embezzlement, wrongful abstraction or misapplication on the part of the person, directly or through connivance with others. At any time the banking commission may require additional bond or security, when in its opinion, the bonds then executed and approved are insufficient.

(4) Every such bond shall also include the following provisions, to wit: (a) In no event shall cancellation or any other termination of this bond be effective without surety giving in advance at least 10 days written notice by registered mail to the state banking commission of Wisconsin, and (b) the surety agrees to furnish the state banking commission of Wisconsin at Madison, Wisconsin, a copy of all riders and endorsements executed subsequently to the effective date of this bond.

(5) Any violation of the provisions contained in subsections (1) and (2) shall subject the bank to a fine of \$10 per day for each consecutive day of such violation and it shall be the duty of the attorney general to recover any such penalties by action for and in behalf of the state.

Approved May 17, 1943.