

Chapter S-L 4

REQUIREMENTS FOR THE ORGANIZATION OF A NEW SAVINGS AND LOAN ASSOCIATION

S-L 4.01 Requirements for the organization of a new savings and loan association

S-L 4.01 Requirements for the organization of a new savings and loan association. In accordance with the provisions of section 215.07, Wis. Stats., the savings and loan commissioner and the savings and loan advisory committee established the following standards and requirements for the organization of a new savings and loan association:

(1) **DEFINITION OF COMMUNITY POPULATION.** The community population figures, indicated in subsection (2), includes the population within the corporate limits of a community plus the peripheral population within the natural trading area. The term, "Central City", means the downtown business and financial district, and the term, "Outlying Districts", includes all other portions of the metropolitan area.

(2) **MINIMUM CAPITAL AND MEMBERSHIP REQUIREMENTS.**

Community Population	Minimum Paid in Capital	Minimum Number of Members
Below 10,000.....	\$100,000	100
10,001 to 25,000.....	\$125,000	125
25,001 to 100,000.....	\$250,000	250
100,001 to 300,000		
Central City.....	\$350,000	350
Outlying Districts.....	\$300,000	300
300,001 to 500,000		
Central City.....	\$500,000	500
Outlying Districts.....	\$400,000	400
Over 500,000		
Central City.....	\$750,000	750
Outlying Districts.....	\$600,000	600

(3) **EXPENSE FUND.** The amount of the expense fund, as required by subsection 215.07 (6) (a), Wis. Stats., shall be determined by the minimum paid in capital cited in subsection (2) above.

(4) **RESTRICTION UPON INITIAL SAVING CAPITAL INVESTMENT OF INCORPORATORS AND/OR FIRST BOARD OF DIRECTORS.** The incorporators and/or the first board of directors of the proposed association shall enter into an agreement with the savings and loan commissioner that any money that they have invested in the association as a part of the initial capital requirement shall not be withdrawn or hypothecated during the first 5 years of business operations.

(5) **INDEPENDENT OFFICE.** The proposed association must operate from an independent office.

(6) **MEMBERSHIP IN THE FEDERAL HOME LOAN BANK.** The proposed association shall not be granted a charter until it has made the necessary arrangements for membership in the Federal Home Loan Bank of Chicago.

(7) **INSURANCE OF SAVINGS ACCOUNTS.** The proposed association shall not be granted a charter until it has made the necessary arrangements to have the savings accounts of its members insured by the Federal Savings and Loan Insurance Corporation. Any additional capital requirement, that may be imposed as a "Condition of Insurance" by the Federal Savings and Loan Insurance Corporation, shall in no way affect the amount of the expense fund as cited in subsection (3) above.

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