



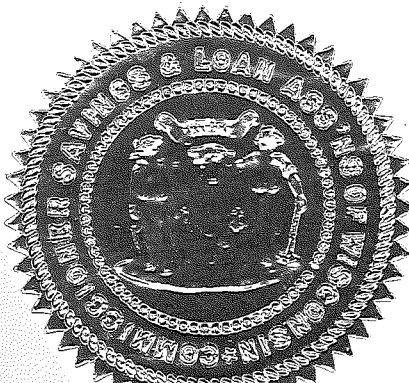
STATE OF WISCONSIN )  
 DEPARTMENT OF SAVINGS AND LOAN ) SS

I, LEO MORTENSEN, Commissioner of Savings and Loan Associations, and Custodian of the official records of the Savings and Loan Department, do hereby certify that the Annexed Order No. 52, creating Chapter S-L 21, captioned, "CLERICAL AND ACCOUNTING SERVICES BY ELECTRONIC DATA PROCESSING", of the Rules of the Savings and Loan Department, Wisconsin Administrative Code, was adopted by the Savings and Loan Commissioner on August 19, 1965, and approved by the Savings and Loan Advisory Committee on August 19, 1965, after a public hearing held on August 19, 1965.

I further certify that publication of the Annexed Order No. 52 will be made in the Wisconsin Administrative Register of September 1965, No. 117, and that the subject matter contained in said Order No. 52 of the Rules of the Savings and Loan Department, Wisconsin Administrative Code, will become effective October 1, 1965.

I further certify that said copy has been compared by me with the original on file with this Department and that the same is a true copy thereof, and the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the Official Seal of the Department, located in Room 502, Hill Farm State Office Building, 4802 Sheboygan Avenue, in the City of Madison, this 21th day of August, 1965.



*Leo Mortensen*

Leo Mortensen  
 Commissioner

SAVINGS AND LOAN DEPARTMENT  
STATE OF WISCONSIN

ORDER NO. 52

IN THE MATTER of prescribing Rules and Regulations, pursuant to authority contained in Section 215.02(12)(a), Wisconsin Statutes, for conducting the business for savings and loan associations operating under Chapter 215, Wisconsin Statutes.

WHEREAS, Electronic Data Processing has become an essential part of the performance of the clerical and accounting functions of financial institutions and other business corporations, and,

WHEREAS, it is in the interest of economy and efficiency of operations to permit savings and loan associations to avail themselves of having their clerical and accounting services performed by electronic data processing methods, and

WHEREAS, it is in the interest of the public that the Commissioner of Savings and Loan Associations prescribe reasonable rules and regulations under which clerical and accounting functions of savings and loan associations by electronic data processing methods may be performed.

NOW, THEREFORE, IT IS ORDERED: That Order No. 52, creating Chapter S-L 21, captioned, "CLERICAL AND ACCOUNTING SERVICES BY ELECTRONIC DATA PROCESSING", Rules of the Savings and Loan Department, Wisconsin Administrative Code, be created to read as:

CHAPTER S-L 21

CLERICAL AND ACCOUNTING SERVICES  
BY ELECTRONIC DATA PROCESSING

S-L 21.01 PERFORMANCE OF CLERICAL AND ACCOUNTING SERVICES

- (1) Upon specific authorization of its board of directors, any savings and loan association may perform for a fee clerical and accounting services for other savings and loan associations or other persons as their requirements may be.
- (2) Upon specific authorization of its board of directors, any savings and loan association may cause to be performed, by contract or otherwise, any clerical or accounting services, as defined in Section S-L 21.02(1)(a), for itself, whether on or off its premises, by another savings and loan association or person for a fee, provided assurances satisfactory to the Commissioner are furnished to the Commissioner by both, the association and the party performing the services, that performance thereof will be subject to regulation and examination by the Commissioner to the same extent as if such services were being performed by the association on its own premises.

S-L 21.02 SAVINGS AND LOAN SERVICE CORPORATIONS

(1) Definitions:

Unless the context requires otherwise:

- (a) "Association Services" means the posting of payments, withdrawals, computation and distribution of earnings on savings accounts; the posting of entries on accounts of borrowing members, the posting of payments and credits thereon, and the computation of interest and other charges thereon, and the computation of the contractual status of borrowing members' accounts; the preparations and mailing

of checks, statements, notices and similar items; or any other clerical, bookkeeping, accounting, statistical or other similar functions performed for a savings and loan association.

(b) "Savings and Loan Service Corporation" means a corporation organized pursuant to the provisions of Chapter 180, Wisconsin Statutes, to perform association services for two or more savings and loan associations, each of which owns capital stock of the corporation.

(c) "Invest" means any advance made by a savings and loan association to a savings and loan service corporation, whether by purchase of stocks, the making of a loan or otherwise, except a payment for rent earned, goods sold and delivered, or services rendered prior to the making of such payment.

**§-L 21.03 MAXIMUM STOCK INVESTMENT IN A SAVINGS AND LOAN SERVICE CORPORATION**

- (1) Whenever a savings and loan service corporation is formed by two or more savings and loan associations, the maximum amount of stock ownership of any such savings and loan association in the savings and loan service corporation shall not exceed 1% of the total assets of the individual savings and loan association.
- (2) If stock in a savings and loan service corporation has been held by two savings and loan associations, and one of the savings and loan associations ceases to utilize the services of the savings and loan service corporation and ceases to hold stock in it, and leaves the other savings and loan association as the sole stock-holding savings and loan association, the savings and loan service corporation may continue to function as such, and the remaining savings and loan association may continue to own stock in it.

8-L 21.04 AVAILABILITY OF SERVICES OF A SAVINGS AND LOAN SERVICE CORPORATION

Whenever a savings and loan association (referred to in this subsection as an "Applying Association") applies for a type of association services for itself from a savings and loan service corporation which supplies the same type of association services to another savings and loan association and the applying association is competitive with any savings and loan association which holds stock in such savings and loan service corporation, then the savings and loan service corporation must offer to supply such services to the applying association by either:

- (1) Issuing stock to the applying association and furnishing association services to it on the same basis as to other savings and loan associations holding stock in the savings and loan service corporation, or
- (2) Furnishing association services to the applying association at rates no higher than necessary to reflect the cost of the services, including the reasonable cost of the capital provided to the savings and loan service corporation by its stockholders, at the savings and loan service corporation's option, unless comparable services at competitive over-all costs are available to the applying association from another source, or unless the furnishing of services sought by the applying association would be beyond the practical capacity of the savings and loan service corporation. In any action or proceeding to enforce the duty imposed by this subsection, or for damages for the breach thereof, the burden shall be on the savings and loan service corporation to show such availability.

8-L 21.05 LIMITATION OF SERVICE CORPORATION'S ACTIVITIES

The Articles of Incorporation, filed with the Secretary of State, shall state that the sole purpose of the "Savings and Loan Service Corporation," is to furnish clerical and accounting services.

S-L 21.06 SUPERVISION AND CONTROL OF SERVICE CORPORATIONS

Savings and loan service corporations, organized pursuant to the provisions of this chapter, shall be under the supervision and control of the Savings and Loan Commissioner and shall be periodically examined by him.

IT IS FURTHER ORDERED, That Order No. 52 shall become a part of the Rules of the Savings and Loan Department, Wisconsin Administrative Code, effective the 1st day of the month following publication thereof in the Wisconsin Administrative Register, after a public hearing thereon in accordance with the provisions of Chap. 227, Wisconsin Statutes.

Dated this 21th day of August, 1965.



Leo Mortensen  
Commissioner

This Order was approved by the Savings and Loan Advisory Committee on August 19, 1965, after a public hearing thereon held on that date.