

CR 85-147

Filed 12-27-85
3:30 pm



STATE OF WISCONSIN)
 OFFICE OF COMMISSIONER OF SAVINGS AND LOAN)

SS

CERTIFICATION

ORDER NO. 133

I, R. J. McMahon, Commissioner of Savings and Loan and custodian of the official records of the Office of the Commissioner of Savings and Loan, do hereby certify that the annexed Order No. 133 relating to short term loans to savings and loan associations to supervised financial institutions or to registered security brokers and dealers was duly approved and adopted by this office on December 27, 1985.

I further certify that that copy of the Order annexed hereto has been compared by me with the original on file in this office 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 this office in the City of Madison, this 27th day of December, 1985.


 R. J. McMahon, Commissioner

ORDER OF THE OFFICE OF THE
COMMISSIONER OF SAVINGS AND LOAN
ADOPTING A RULE

Relating to short term loans by savings and loan associations to supervised financial institutions or to registered security brokers and dealers.

Analysis Prepared by the Office of the Commissioner of Savings and Loan

This proposal repeals an outdated and obsolete administrative rule, the general topic of which is covered more broadly and more significantly in a more recently adopted administrative rule.

Under s. S-L 24.05, savings and loan associations are authorized to make short term loans to financial institutions supervised by the U.S. and to securities dealers or brokers registered with the U.S. Securities and Exchange Commission. Three conditions are required to be met: (1) the term of the loan may not exceed 10 days; (2) the loan must be evidenced by a note or other evidence of indebtedness from the borrower; and (3) the loan must be supported by a statement that the loan proceeds are secured by loans, obligations or investments in which the association may invest directly.

Because of the 10 day limitation, the rule is not often relied upon. Savings and loan associations are authorized to make these loans under their more recently adopted and broader commercial loan authority in s. S-L 30.13, Wis. Adm. Code. The broader rule does not restrict the loan's duration.

This rule has no fiscal impact.

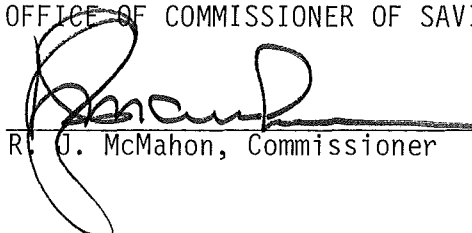
This rule will affect each savings and loan association which is a "small business" as defined in s. 227.016(1)(a), Stats. These small businesses and other businesses will have one less rule to consider in their operations. This rule will not have a significant economic impact on a substantial number of small businesses pursuant to s. 227.018(3m), Stats.

Pursuant to the authority vested in the Commissioner of Savings and Loan and the Savings and Loan Review Board by ss. 215.02(7)(a) and 227.014(2)(a), Stats., the Commissioner of Savings and Loan, with the approval of the Savings and Loan Review Board, repeals a rule interpreting ss. 215.02(7)(a) and 215.15, Stats. as set out in the attached certified copy and incorporated herein by reference.

The rules as affected by this order shall take effect on February 1, 1986.

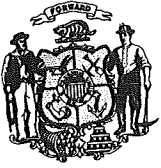
Dated at Madison, Wisconsin, this 27th day of December, 1985.

OFFICE OF COMMISSIONER OF SAVINGS AND LOAN


R. J. McMahon, Commissioner

SECTION 1. S-L 24.05 of the Wisconsin administrative code is repealed.

SECTION 2. Effective date. Pursuant to s. 227.026(1) (intro.), Stats., this rule shall take effect on the first day of the month following its publication in the Wisconsin administrative register.



State of Wisconsin \ OFFICE OF COMMISSIONER OF SAVINGS AND LOAN

Anthony S. Earl
Governor

R.J. MCMAHON, COMMISSIONER
SUITE 502
131 WEST WILSON STREET
MADISON, WISCONSIN
53702
(608) 266-1821

December 27, 1985

Douglas J. La Follette
Secretary of State
201 E. Washington Avenue, Room 271
Madison, Wisconsin 53702

Orlan L. Prestegard
Revisor of Statutes
30 W. Mifflin Street, #904
Madison, Wisconsin 53702

Gentlemen:

Enclosed is a certified copy of an administrative rule adopted by this office and a "Certificate" and "Order" relating to it. This rule is Clearinghouse Rule 85-147 and is to take effect on February 1, 1985.

These materials are filed with you both under s. 227.023(1), Stats.

Sincerely,

A handwritten signature in black ink, appearing to read "R. J. McMahon", written over a circular stamp or mark.

R. J. McMahon
Commissioner

RJM/k

Enclosures (3)