

## Chapter DFI-SB 1

### DEFINITIONS

DFI-SB 1.01 Construction of language.  
DFI-SB 1.02 Adopt statutory definitions.

DFI-SB 1.03 Definitions.

**Note:** Chapter SB 1 was renumbered ch. DFI-SB 1 under s. 13.93 (2m) (b) 1., Stats., and corrections made under s. 13.93 (2m) (b) 6. and 7., Stats., Register, November, 1997, No. 503.

**DFI-SB 1.01 Construction of language.** In chs. DFI-SB 1 to 22, unless otherwise indicated, all words and phrases shall be construed according to their common and approved usage unless such construction would produce a result inconsistent with the manifest intent of the legislature in enacting ch. 214, Stats., or of the division and the review board in adopting these rules.

**History:** Cr. Register, February, 1994, No. 458, eff. 3-1-94.

**DFI-SB 1.02 Adopt statutory definitions.** In chs. DFI-SB 1 to 22, unless otherwise indicated, words and phrases shall have the meanings specified in ss. 214.01 and 990.01, Stats.

**History:** Cr. Register, February, 1994, No. 458, eff. 3-1-94.

**DFI-SB 1.03 Definitions.** In chs. DFI-SB 1 to 22, unless otherwise indicated:

(1) “Association” means a savings and loan association organized under ch. 215, Stats. or doing business in this state under s. 215.33, Stats.

(2) “Commercial loan” means a secured or unsecured loan to a person for business, corporate, commercial or agricultural purposes.

**Note:** The authority for savings banks to make commercial loans is s. 214.485 (8), Stats.

(3) “Consumer loan” means a secured or unsecured loan, or an interest in a loan, made to a natural person for a personal, family or household purpose. “Consumer loan” includes a loan reasonably incident to lending for a personal, family or household purpose but does not include a loan to a natural person for a commercial, corporate, agricultural or other business activity.

**Note:** The authority for savings banks to make consumer loans is s. 214.485 (9), Stats.

(4) “Days” mean calendar days computed under s. 990.001 (4), Stats.

(5) “Development loan” means a loan:

(a) To finance the purchase of land or the accomplishment of all improvements required to convert the land to developed building lots, or both; or

(b) Made on the security of real estate upon which all facilities and improvements have been completely installed as required by local regulations and practices so that it is entirely prepared for the erection of structures.

(6) “FDIC” means the federal deposit insurance corporation or any successor to it.

(7) “Federal insuring agency” means the FDIC or other federal agency insuring the accounts of a savings bank.

(8) “Mortgage insurance” means a policy of insurance indemnifying a lender in whole or in part against losses resulting from a borrower’s failure to make contractual payments as specified in a mortgage note.

(9) “Net worth ratio” means the ratio, expressed as a percentage, the numerator of which is the result of subtracting the savings bank’s liabilities from its assets and adding to that number unallocated, general loan loss reserves, but not loss reserves for specific, identified losses, and the denominator of which is the savings bank’s assets.

(10) “Repossessed”, in ch. DFI-SB 11 and s. DFI-SB 16.01 (12), means acquired by purchase, exchange, surrender or otherwise as may be necessary to protect or enforce a savings bank’s or a subsidiary’s security interest or to collect claims or debts owed to either.

(11) “Subsidiary” means any business in which a savings bank directly or indirectly owns an interest, and includes a service corporation, partnership, joint venture and a company or business in which a savings bank indirectly owns an interest through another subsidiary or a series of subsidiaries.

**History:** Cr. Register, February, 1994, No. 458, eff. 3-1-94.