

Clearinghouse Rule 95-120

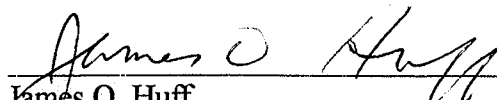
STATE OF WISCONSIN)
)SS
OFFICE OF COMMISSIONER OF BANKING)

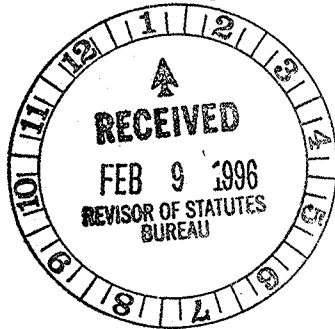
I, James O. Huff, Deputy Commissioner of Banking of the Office of Commissioner of Banking and custodian of the official records, certify that the annexed rules, relating to bank-owned banks, lending and depository authority, were duly approved and adopted by this office.

I further certify that this copy has been compared by me with the original on file in this office and that it is a true copy of the original, and of the whole original.



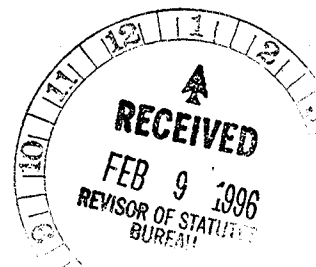
IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the official seal of the Office of Commissioner of Banking at 101 E. Wilson St. in the city of Madison, this 9th day of February, 1996


James O. Huff
Deputy Commissioner of Banking



4-1-96
95-120

ORDER OF THE OFFICE OF COMMISSIONER OF BANKING



An order to renumber and amend Bkg. 3.01 and to create Bkg. 3.01(2), relating to bank-owned banks, lending and depository authority.

Analysis Prepared by the Office of Commissioner of Banking:

Statutory authority: s. 220.04(8), Stats.

Statutes interpreted: s. 221.57, Stats.

Under s. 220.04(8), Stats., the commissioner of banking with the approval of the banking review board may authorize state banks to exercise any right, power or privilege permitted national banks under federal law, regulation or interpretation.

The Riegle Community Development and Regulatory Improvement Act of 1994 amended the existing laws for nationally chartered bankers' banks. The new law clarifies the customer limitations of a bankers' bank and provides for services to be rendered by a bankers' bank at the request of a depository institution.

The purpose of amending Bkg. 3.01 is to give state bankers' banks parity with national bankers' banks.

Pursuant to the authority vested in the Commissioner of Banking by ss. 220.04(8) and 227.11(2)(a), Stats., the Commissioner of Banking hereby amends and creates rules interpreting s. 221.57, Stats., as follows:

SECTION 1. Bkg. 3.01 is renumbered Bkg. 3.01(1) and is amended to read:

Bkg. 3.01 (1) A bank-owned bank organized under s. 221.57, Stats., may provide banking and bank related services to or for all of the following:

~~(1)~~ (a) Subsidiaries or organizations owned by depository institutions;

{2} (b) Directors, officers or employes of depository institutions, including any subsidiary or organization owned by a depository institution;

{3} (c) Depository institution trade associations; and

{4} (d) Depository institutions or their holding companies.

SECTION 2. Bkg. 3.01(2) is created to read:

(2) A bank-owned bank organized under s. 221.57, Stats., may provide correspondent banking services at the request of other depository institutions or their holding companies.

The rules contained in this order shall take effect as provided in s. 227.22(2)(intro.), Stats.

Dated: February 9, 1996

OFFICE OF COMMISSIONER OF BANKING



James O. Huff
Deputy Commissioner

FISCAL ESTIMATE
DOA-2048 N(R10/94)

- ORIGINAL
- UPDATED
- CORRECTED
- SUPPLEMENTAL

Subject

BANK-OWNED BANK, LENDING AND DEPOSITORY AUTHORITY

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

Increase Costs - May be possible to Absorb Within Agency's Budget Yes No

- Increase Existing Appropriation
- Increase Existing Revenues
- Decrease Existing Appropriation
- Decrease Existing Revenues
- Create New Appropriation

Decrease Costs

Local: No local government costs

1. Increase Costs
- Permissive Mandatory
2. Decrease Costs
- Permissive Mandatory

3. Increase Revenues
- Permissive Mandatory
4. Decrease Revenues
- Permissive Mandatory

5. Types of Local Governmental Units Affected:
- Towns Villages Cities
 - Counties Others _____
 - School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

THE RULE HAS NO STATE FISCAL EFFECT.

THE RULE HAS NO LOCAL GOVERNMENT COSTS.

Long-Range Fiscal Implications

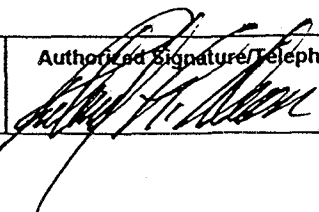
NONE

Agency/Prepared by: (Name & Phone No.)

Authorized Signature/Telephone No.

Date

OCB/MICHAEL J. MACH 266-0451



266-1621

6/30/95

Tommy G. Thompson
Governor



Richard L. Dean
Commissioner

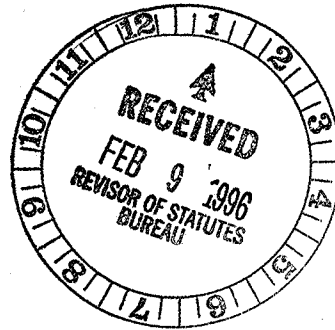
James O. Huff
Deputy Commissioner

State of Wisconsin • Office of Commissioner of Banking

101 East Wilson Street • 5th Floor • PO Box 7876 • Madison, Wisconsin 53707-7876 • (608) 266-1621 • FAX (608) 267-6889

February 9, 1996

Bruce Munson
Revisor of Statutes
131 W. Wilson St., 9th Floor
Madison, WI 53702



Douglas J. LaFollette
Secretary of State
30 W. Mifflin St., 9th Floor
Madison, WI 53702

Gentlemen:

Pursuant to s. 227.20(1), Stats., enclosed is a certified copy of an administrative rule adopted by the Office of Commissioner of Banking. This rule is Clearinghouse Rule 95-120, relating to bank-owned banks, lending and depository authority.

Sincerely,

A handwritten signature in cursive script that reads 'Michael J. Mach'.

Michael J. Mach
Administrator
Division of Supervision and Regulation

enc.