**Section 1075.460 Bond of Officers, Organization Directors, Employees and Agents**

Every savings bank shall maintain bond coverage with a bonding company acceptable to the Director for every officer, organization director, employee and agent of the savings bank or such other persons in positions requiring the receipt, payment, management or use of money belonging to the savings bank or whose duties permit or require access to or custody of a savings bank's assets or require the making of entries on the books and records of the savings bank.

a) Bond Schedule. The minimum amount of bond shall be based on total consolidated assets of the savings bank and its subsidiaries in accordance with the following schedule:

|  |  |
| --- | --- |
| Total Assets | Minimum Coverage |
| Less than $1,000,000 | $135,000. |
| $1,000,001 to $10,000,000 | $135,000 plus $25,000 for each $1,000,000 or fraction thereof over $1,000,000. |
| $10,000,001 to $50,000,000 | $360,000 plus $50,000 for each $5,000,000 or fraction thereof over $10,000,000. |
| $50,000,001 to $500,000,000 | $760,000 plus $75,000 for each $25,000,000 or fraction thereof over $50,000,000. |
| Over $500,000,000 | $2,110,000 plus $100,000 for each $50,000,000 over $500,000,000. |

b) No savings bank shall be required to maintain bond coverage in an amount greater than $3,000,000.

c) Coverage in excess of the above minimum requirements is optional at the discretion of the board of directors of the savings bank.

d) The bond shall not provide for more than one deductible from all losses caused by the same person or caused by the same persons acting in collusion or combination in cases in which the losses result from dishonesty. A deductible shall not exceed an amount determined in accordance with the following schedule:

|  |  |
| --- | --- |
| Total Capital | Permissible Deductible |
| Less than 4% of total assets | 10% of total capital. |
| Greater than 4% but less than 6% of total assets | 15% of total capital. |
| Greater than 6% of total assets | 20% of total capital. |

e) The bond shall be in the form known as Standard Form No. 22, Standard Form No. 24 or an equivalent as determined by the Director.

(Source: Amended at 30 Ill. Reg. 19068, effective December 1, 2006)