

- 1391 -

83 WisACT 232

1983 Senate Bill 347

Date of enactment: **April 20, 1984**
Date of publication: **April 26, 1984**

1983 Wisconsin Act 232

AN ACT to amend 138.056 (4) (a) of the statutes, relating to notice of interest rate changes under variable rate loans (suggested as remedial legislation by the commissioner of savings and loan).

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

LAW REVISION COMMITTEE PREFATORY NOTE: This bill is a remedial legislation proposal requested by the commissioner of savings and loan and introduced by the law revision committee under s. 13.83 (1) (c) 4 of the statutes. After careful consideration of the various provisions of this bill, the law revision committee has determined that this bill makes minor substantive changes in the statutes and that these changes are desirable public policy.

SECTION 1. 138.056 (4) (a) of the statutes is amended to read:

138.056 (4) (a) If a change in the interest rate occurs, the lender shall give the borrower notice of the change ~~within~~:

1. ~~Thirty~~ At least 30 days before the change if an increase in periodic payments other than the final payment is required.
2. ~~Fifteen~~ Not later than 15 days after any other change.

NOTE: Chapter 45, laws of 1981, created s. 138.056, relating to variable rate loans. The lender is required to give the borrower notice of a change in the interest rate of a variable rate loan "within" 30 days before the change if an increase in periodic payments other than the final payment is required. This bill clarifies the notice requirement by providing that the notice must be given "at least" 30 days before the change.
