AN ACT to amend 706.11 (1m) (b) (intro.); and to create 706.11 (1) (i) of the statutes; relating to: the priority of a mortgage executed to an institution chartered by the federal Farm Credit Administration.

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

SECTION 1. 706.11 (1) (i) of the statutes is created to read:

706.11 (1) (i) Any mortgage executed to an institution chartered by the federal farm credit administration under 12 USC 2002 (a) that is part of the federal farm credit system created under 12 USC 2001 to 2279cc.

SECTION 2. 706.11 (1m) (b) (intro.) of the statutes is amended to read:

706.11 (1m) (b) (intro.) An advance of funds, including accrued but unpaid interest on the advance, that is secured by a duly recorded mortgage specified in sub. (1) (a) to (d) or (f) to (h) (i) and that is made after the mortgage has been recorded has the same priority as the mortgage if the advance is made before the mortgagee has actual knowledge of an intervening lien or, regardless of when the advance is made, if any of the following applies:

SECTION 3. Initial applicability.

(1) This act first applies to a mortgage described under s. 706.11 (1) (i) that is executed on the effective date of this subsection.