



2019 SENATE BILL 438

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

Analysis by the Legislative Reference Bureau

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

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

5 706.11 (1) (i) Any mortgage executed to an institution chartered by the federal
6 farm credit administration under 12 USC 2002 (a) that is part of the federal farm
7 credit system created under 12 USC 2001 to 2279cc.

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

9 706.11 (1m) (b) (intro.) An advance of funds, including accrued but unpaid
10 interest on the advance, that is secured by a duly recorded mortgage specified in sub.

SENATE BILL 438**SECTION 2**

1 (1) (a) to (d) or (f) to ~~(h)~~ (i) and that is made after the mortgage has been recorded has
2 the same priority as the mortgage if the advance is made before the mortgagee has
3 actual knowledge of an intervening lien or, regardless of when the advance is made,
4 if any of the following applies:

5 **SECTION 3. Initial applicability.**

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

8 (END)