

**SENATE AMENDMENT 1,
TO 2003 SENATE BILL 497**

March 9, 2004 – Offered by Senators LAZICH, COWLES and STEPP.

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 1, line 8: after “programs” insert “, interest rates for residential loans
3 involving the Wisconsin Housing and Economic Development Authority,”.

4 **2.** Page 3, line 16: delete lines 16 to 22 and substitute:

5 “**SECTION 3m.** 234.18 (1) of the statutes is amended to read:

6 234.18 (1) The authority shall not have outstanding at any one time notes and
7 bonds for any of its corporate purposes in an aggregate principal amount exceeding
8 ~~\$325,000,000~~ \$475,000,000, excluding bonds and notes issued to refund outstanding
9 notes and bonds.”.

10 **3.** Page 4, line 6: delete lines 6 to 11 and substitute:

11 “**SECTION 6m.** 234.37 of the statutes is created to read:

12 **234.37 Prohibition on interest rate determination.** For any residential
13 loan under this subchapter for which the authority determines, participates in

1 determining, or approves an interest rate, the authority may not base its action or
2 decision concerning the interest rate on the occupation of the loan applicant or
3 recipient.”.

4 **4.** Page 6, line 13: delete lines 13 to 20.

5 **5.** Page 6, line 22: delete that line and substitute:

6 “**SECTION 19m.** 234.59 (3) (a) of the statutes is amended to read:

7 234.59 **(3)** (a) The amount of a homeownership mortgage loan may not exceed
8 the lesser of 97% of the purchase price or 97% of the eligible property, except that,
9 if an appraisal of the eligible property is available and the appraised value is lower
10 than the purchase price, the amount of the loan may not exceed the appraised value
11 of the eligible property.”.

12 **6.** Page 7, line 11: delete the material beginning with that line and ending with
13 page 8, line 3.

14 **7.** Page 8, line 11: after that line insert:

15 “(3) The treatment of section 234.37 of the statutes first applies to loans for
16 which application is made on the effective date of this subsection.”.

17 (END)