

2003 SENATE BILL 535

March 8, 2004 – Introduced by Senators LAZICH and REYNOLDS, cosponsored by Representative GROTHMAN. Referred to Committee on Labor, Small Business Development and Consumer Affairs.

1 **AN ACT to create** 234.37 of the statutes; **relating to:** interest rates for residential
2 loans involving the Wisconsin Housing and Economic Development Authority.

Analysis by the Legislative Reference Bureau

Under current law, the Wisconsin Housing and Economic Development Authority (WHEDA) makes and participates in making various types of loans for housing and economic development purposes, often for housing projects that benefit low-income, elderly, or disabled persons. This bill provides that, for any residential loan for which WHEDA determines, participates in determining, or approves an interest rate, WHEDA may not base its determination or other action concerning the interest rate on the occupation of the loan applicant or recipient.

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

3 **SECTION 1.** 234.37 of the statutes is created to read:
4 **234.37 Prohibition on interest rate determination.** For any residential
5 loan under this subchapter for which the authority determines, participates in
6 determining, or approves an interest rate, the authority may not base its action or

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1 decision concerning the interest rate on the occupation of the loan applicant or
2 recipient.

3 **SECTION 2. Initial applicability.**

4 (1) This act first applies to loans for which application is made on the effective
5 date of this subsection.

6 (END)