

No. 555, A.]

[Published August 23, 1957.

**CHAPTER 574**

AN ACT to create 45.352 (11) of the statutes, relating to mortgage cancellation life insurance for mortgagors under the veterans' housing loan law.

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

45.352 (11) of the statutes is created to read:

45.352 (11) **MORTGAGE CANCELLATION LIFE INSURANCE.** If upon a canvass to be conducted by the department it is found that not less than 60 per cent of the mortgagors under this section agree thereto, the department may provide mortgage cancellation life insurance for any present and future mortgagors under this section. If it is so found:

(a) The department shall procure bids for the purchasing of such insurance in compliance with the laws governing the purchase and furnishing of services to state agencies.

(b) Every mortgagor under this section who is qualified shall be insured.

(c) The insurance shall insure the life of the mortgagor, except as stated in par. (c), for the amount of principal and interest due on the state loan, and the state of Wisconsin shall be named the beneficiary. If the mortgagor, at any time while still owning the property and before paying off the loan, dies, the insurance shall be used to pay the balance of the state loan, and the director shall issue a satisfaction of the mortgage.

(d) The department shall pay the premiums from the appropriation made by s. 20.840 (92) and require the mortgagors to repay their pro rata share of the premiums at such times and in such amounts as shall be determined by the department.

Approved August 9, 1957.

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