

CHAPTER 317

AN ACT to create 215.21 (3) and 221.325 of the statutes, relating to additional collateral for loans from savings and loan associations.

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

SECTION 1. 215.21 (3) of the statutes is created to read:

215.21 (3) HEALTH AND ACCIDENT INSURANCE AS ADDITIONAL COLLATERAL. Upon written request of any borrower, any association may accept as additional collateral a policy of health and accident insurance on the life of any person responsible for the repayment of the mortgage loan, and may, in the event of the borrower's inability to pay premiums thereon, advance said premiums. Any premiums so advanced shall be added to the unpaid balance of the mortgage loan and become a part of the mortgage indebtedness.

SECTION 2. 221.325 of the statutes is created to read:

221.325 APPLICATION OF SECTION 215.21 (3). The provisions of s. 215.21 (3) shall be applicable to banks and for such purpose the word "association" therein means banks subject to this chapter.

Approved July 28, 1961.
