

Chapter S-L 17

PROPERTY IMPROVEMENT LOANS

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Note: Chapter S-L 17 as it existed on May 31, 1978 was repealed and a new chapter S-L 17 was created effective June 1, 1978.

S-L 17.01 Property improvement loan defined. "Property improvement loan" means a loan the proceeds of which are used to repair, modernize, alter, furnish, equip or improve real estate or the structure upon it, or both.

History: Cr. Register, May, 1978, No. 269, eff. 6-1-78.

S-L 17.03 Compliance with Wisconsin consumer act required. An association making a property improvement loan must comply with all applicable provisions of the Wisconsin consumer act.

History: Cr. Register, May, 1978, No. 269, eff. 6-1-78.

S-L 17.05 Additional security permitted. An association may make a property improvement loan without requiring a mortgage or other security interest. However, to the extent that it is not inconsistent with the Wisconsin consumer act, nothing in this section shall prevent an association from taking a mortgage or other security interest to secure a property improvement loan.

History: Cr. Register, May, 1978, No. 269, eff. 6-1-78.

S-L 17.07 Limitations on property improvement loans. (1) LOANS TO FURNISH OR EQUIP. A property improvement loan made to furnish or equip a structure may be made only to the structure's owner.

(2) **LOANS TO OFFICERS, DIRECTORS OR EMPLOYEES.** An association may not make a property improvement loan to an officer, director or employe of the association, unless the loan is made to repair, modernize, alter, furnish, equip or improve property owned and occupied by that person as a place of residence.

(3) **ADDITIONAL JUDGMENT REQUIRED.** The minimum requirements of this chapter are not a substitute for additional business judgment by an association. The commissioner may require that corrective action be taken when he determines an association's lending practices or procedures are imprudent, even though individual loans may comply with this chapter.

History: Cr. Register, May, 1978, No. 269, eff. 6-1-78.

S-L 17.09 Discretionary authority of the commissioner. The commissioner may, for good and sufficient reasons, limit, restrict, or prohibit an association's property improvement lending activities.

History: Cr. Register, May, 1978, No. 269, eff. 6-1-78.