

1969 Assembly Bill 98

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CHAPTER 60, LAWS OF 1969

AN ACT to amend 215.21 (8) (a) and (b) of the statutes, relating to insurance coverage of property mortgaged to savings and loan associations.

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

215.21 (8) (a) and (b) of the statutes are amended to read:

215.21 (8) (a) The borrower shall cause the buildings and improvements on any property on which the association has a mortgage to be insured and kept insured, *unless the association maintains insurance under par. (b)*, up to the full insurable value during the life of the loan, for the benefit of the association, against loss by fire, windstorm and such other hazards as the association requires. The selection of the insurance agent or insurer through which the insurance covering such property is to be negotiated shall be made in accordance with ss. 134.10 and 207.04 (3).

(b) The insurance policies or evidence or certificate of the existence of such insurance policies shall remain on deposit with the association until the loan is paid. *An association which carries adequate insurance, issued by a company licensed to write insurance protecting the association from losses under par. (a) at no cost to the borrower if the borrower fails to maintain his insurance, shall not be required to request or record future insurance policies of the borrower if at the time of closing the mortgage transaction the borrower deposited with the association an acceptable policy or evidence or certificate of the existence of such an insurance policy, with a mortgage clause protecting the interest of the association.*

Approved June 3, 1969.