



## WISCONSIN LEGISLATIVE COUNCIL AMENDMENT MEMO

**2007 Assembly Bill 688**

**Assembly Amendment 1**

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*Contact:* Joyce L. Kiel, Senior Staff Attorney (266-3137)

In addition to making various changes to the statutes relating to the insurance security fund and the State of Wisconsin Investment Board authority to invest the assets of the local government property insurance fund, 2007 Assembly Bill 688 makes various changes to statutes relating to insurance.

One of these changes is that the *bill* prohibits a lender with a security interest in real property from requiring the borrower to insure the property against risks to improvements on the real property in an amount that exceeds: the replacement value of the improvements or the market value of the improvements--*whichever is less*.

*Assembly Amendment 1* to the bill prohibits such a lender from requiring the borrower to insure the property against risks to improvements on the real property in an amount that exceeds: the replacement value of the improvements or the market value of the improvements--*whichever is greater*.

### *Legislative History*

Assembly Bill 688 was introduced by Representative F. Lasee, cosponsored by Senator Erpenbach. Representative Lasee offered Assembly Amendment 1 to the bill, which was recommended for adoption by the Assembly Committee on Insurance on a vote of Ayes, 12; Noes, 0. The committee then recommended passage of the bill, as amended, on a vote of Ayes, 12; Noes, 0.

JLK:ksm