
Public notices

Financial Institutions – Division of Banking

Notice of Interest Rate on Required Residential Mortgage Loan Escrow Accounts For 2004

Under Section 138.052 (5) (a), Stats., with some exceptions, a bank, credit union, savings bank, savings and loan association, or mortgage banker, which originates a residential mortgage loan requiring an escrow account to assure the payment of taxes or insurance, shall pay interest on the outstanding principal of the escrow.

Section 138.052 (5) (am) 2., Stats., directs the Department of Financial Institutions, Division of Banking, to determine annually the required interest rate. The rate is based on the average interest rate paid by Wisconsin depository institutions on passbook savings accounts.

The Department of Financial Institutions, Division of Banking, has calculated the interest rate required to be paid on escrow accounts under Section 138.052 (5), Stats., to be **0.81 %** for 2004. This interest rate shall remain in effect through December 31, 2004.

Contact Person

Mr. Michael J. Mach

Department of Financial Institutions

Telephone (608) 266-0451