

HOUSE BILL No. 2363

By Committee on Veterans and Military

2-15

1 AN ACT concerning the uniform consumer credit code; relating to
2 veterans; veteran status inquiry in supervised loans.

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4 *Be it enacted by the Legislature of the State of Kansas:*

5 Section 1. (a) Any person who makes a loan under the provisions of
6 K.S.A. 16a-2-301 or 16a-2-404, and amendments thereto, shall be required
7 to inquire about any potential borrower's veteran status on the loan
8 application.

9 (1) Before a consumer loan is extended to a veteran, the lender shall:

10 (A) Provide the veteran with the pamphlet "Protecting our Kansas
11 Veterans," published by the office of the state bank commissioner. Such
12 pamphlet shall contain easy-to-read and understandable explanations of
13 the veteran's rights under the uniform consumer credit code and the
14 resources available to the veteran, including consumer credit counseling
15 services; and

16 (B) obtain the borrower's signature or initials on the loan contract or
17 addendum or rider that confirm the veteran has received the pamphlet
18 required by subparagraph (A).

19 (b) The lender shall retain all documents relating to such loans in
20 accordance with the provisions of K.S.A. 16a-2-304, and amendments
21 thereto, and rules and regulations adopted thereunder.

22 (c) (1) Any lender who violates any provision of this section may be
23 assessed a fine by the administrator, not to exceed \$500 for each violation.

24 (2) The provisions of this section shall be enforced by the
25 administrator under any applicable powers available to the administrator
26 by the uniform consumer credit code.

27 (d) As used in this section, "veteran" means a person who has served
28 in the United States army, navy, air force, marine corps or coast guard for
29 more than 90 days of active duty, not simply for training purposes, and
30 was discharged or released under conditions other than dishonorable.

31 (e) This section shall be a part of and supplemental to the uniform
32 consumer credit code.

33 Sec. 2. This act shall take effect and be in force from and after its
34 publication in the statute book.