

Regular Session, 2010

SENATE BILL NO. 725

BY SENATOR DUPLESSIS

CREDIT. Provides for disclosure of applicable fees in credit contracts. (8/15/10)

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AN ACT

To amend and reenact R. S. 9:3514(B), relative to consumer credit contracts; to provide for the contents of credit contracts and agreements; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R. S. 9:3514(B) is hereby amended and reenacted to read as follows:

§3514. Agreement to contract; disclosures of the contract

* * *

B. Written credit contracts and agreements shall accurately reflect the actual terms, conditions, **applicable amount of fees**, and repayment schedule agreed to by the parties. If a loan is to be repaid on demand, in a lump sum, or at undefined intervals of time, interest on the loan shall be computed by the actuarial or simple interest method when allocating payments made on the loan.

The original instrument was prepared by Linda Nugent. The following digest, which does not constitute a part of the legislative instrument, was prepared by McHenry Lee.

DIGEST

Duplessis (SB 725)

Present law requires that written credit contracts and agreements under the Louisiana Consumer Credit Law accurately reflect the actual terms, conditions, and repayment schedule agreed to by the parties. Proposed law retains present law and requires that the applicable amount of fees also be reflected in the contracts and agreements.

Effective August 15, 2010.

(Amends R.S. 9:3514(B))

Summary of Amendments Adopted by Senate

Senate Floor Amendments to engrossed bill.

1. Specifies that written credit contracts and agreements shall reflect applicable amount of fees.