

RÉSUMÉ DIGEST

ACT 200 (SB 108)

2016 Regular Session

Thompson

Prior law, relative to deferred presentment transactions or small loans, required disclosure of the borrower's right to an extended payment plan in the event he cannot meet the original payment plan. Required that the first page of the agreement contain a statement, in at least 16-point bold type, that if the borrower cannot make the payment when due, he may ask, prior to the due date, to enter into an extended payment plan once in a 12-month period. The statement further instructed the borrower that if the lender (licensee) refuses to enter into an extended payment plan to contact the office of financial institutions.

New law retains these provisions but requires that the borrower seeking an extended payment plan to make written request and may submit the request in person, by email or by facsimile and requires the licensee/lender to place its name, email, address, phone number and facsimile number in the statement.

Effective August 1, 2016.

(Amends R.S. 9:3578.4.1(G)(2)(a))