

HB 2096 -- Consumer Credit Protection

Sponsor: Cox

This bill changes the laws regarding consumer credit protection. In its main provisions, the bill:

- (1) Limits the amount that a motor vehicle time sales lender may charge for a dishonored or insufficient funds check to the fee allowed in Section 408.140, RSMo;
- (2) Limits the loan period on a title loan agreement to a period of 30 to 45 days;
- (3) Requires title loan agreement borrowers, after renewing a loan three times, to pay all interest and 10% of the highest principal balance of the loan upon renewal and any subsequent renewal;
- (4) Removes the provision requiring title lenders to retain a borrower's Social Security number with his or her title loan agreement records;
- (5) Removes the provision allowing a debtor on a small loan to defer up to three monthly loan payments for a fee; and
- (6) Allows a depository institution to charge a fee on a loan for a debt cancellation or debt suspension agreement, including a deficiency waiver addendum or guaranteed asset protection, if a debtor agrees in writing.