

**2011 DRAFTING REQUEST**

**Assembly Amendment (AA-AB582)**

Received: **03/06/2012**

Received By: **agary**

Wanted: **As time permits**

Companion to LRB:

For: **Gordon Hintz (608) 266-2254**

By/Representing: **Mike Tierney**

May Contact:

Drafter: **agary**

Subject: **Fin. Inst. - int. rates/loans**

Addl. Drafters:

**Fin. Inst. - WCA**

Extra Copies:

Submit via email: **YES**

Requester's email: **Rep.Hintz@legis.wisconsin.gov**

Carbon copy (CC:) to: **aaron.gary@legis.wisconsin.gov**

---

**Pre Topic:**

No specific pre topic given

---

**Topic:**

Rental purchase agreements; cost disclosures for purchased property

---

**Instructions:**

See attached

---

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	agary 03/06/2012	kfollett 03/06/2012		_____			
/1			jmurphy 03/06/2012	_____	lparisi 03/06/2012	lparisi 03/06/2012	

FE Sent For:

<END>

**2011 DRAFTING REQUEST**

**Assembly Amendment (AA-AB582)**

Received: 03/06/2012

Received By: agary

Wanted: As time permits

Companion to LRB:

For: Gordon Hintz (608) 266-2254

By/Representing: Mike Tierney

May Contact:

Drafter: agary

Subject: Fin. Inst. - int. rates/loans  
Fin. Inst. - WCA

Addl. Drafters:

Extra Copies:

Submit via email: YES

Requester's email: Rep.Hintz@legis.wisconsin.gov

Carbon copy (CC:) to: aaron.gary@legis.wisconsin.gov

---

**Pre Topic:**

No specific pre topic given

---

**Topic:**

Rental purchase agreements; cost disclosures for purchased property

---

**Instructions:**

See attached

---

**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
1/?	agary	1/15f 3/6	dm 3/6	SELF 3/6			

FE Sent For:

<END>

**Gary, Aaron**

---

**From:** Tierney, Mike  
**Sent:** Tuesday, March 06, 2012 1:53 PM  
**To:** Gary, Aaron  
**Subject:** RE: LRB 11a2680 Topic: Rental purchase agreements; cost disclosures if property purchased

Yes, please. Thank you very much.

---

**From:** Gary, Aaron  
**Sent:** Tuesday, March 06, 2012 1:53 PM  
**To:** Tierney, Mike  
**Subject:** RE: LRB 11a2680 Topic: Rental purchase agreements; cost disclosures if property purchased

I think what you've written works, w/o conflicting with the APR provision. Do you want me to redo this (under a new LRB #) as you outline below? Aaron

Aaron R. Gary  
*Attorney, Legislative Reference Bureau*  
608.261.6926 (voice)  
608.264.6948 (fax)  
[aaron.gary@legis.state.wi.us](mailto:aaron.gary@legis.state.wi.us)

---

**From:** Tierney, Mike  
**Sent:** Tuesday, March 06, 2012 1:46 PM  
**To:** Gary, Aaron  
**Subject:** RE: LRB 11a2680 Topic: Rental purchase agreements; cost disclosures if property purchased

Aaron –

If the amendment were worded like this and written to be inserted after Page 5, line 6 – would that require the total cost to be provided the purchaser without conflicting with the interest rate provisions on page 6?

“Before the time that a lessee becomes legally obligated under a rental–purchase agreement, the rental–purchase company shall provide the lessee with a written statement detailing the cumulative total cost of the rental property if the lessee were to acquire ownership of the rental property after 6 months, after 12 months, and after 24 months following the date a rental–purchase agreement is executed”.

---

**From:** LRB.Legal  
**Sent:** Tuesday, March 06, 2012 1:39 PM  
**To:** Rep.Hintz  
**Subject:** LRB 11a2680 Topic: Rental purchase agreements; cost disclosures if property purchased

The attached proposal has been jacketed for introduction.

A copy has also been sent to: [aaron.gary@legis.wisconsin.gov](mailto:aaron.gary@legis.wisconsin.gov)

<< File: LRB a2680\_1 >>



State of Wisconsin  
2011 - 2012 LEGISLATURE

Now



LRF a2648/1  
ARG:kjf:jf

a26871

KMNr

ASSEMBLY AMENDMENT ,  
TO 2011 ASSEMBLY BILL 582

1 At the locations indicated, amend the bill as follows:

2 1. Page 5, line 6: after that line insert:

3 "420.025 Required disclosure. Before the time that a lessee becomes legally  
4 obligated under a rental-purchase agreement, the rental-purchase company shall  
5 provide the lessee with a written statement detailing the cumulative total cost of

6 renting the rental property, ~~broken down into 3-month periods, if the lessee does not~~  
7 ~~acquire ownership of the rental property.~~ <sup>LVS:</sup> add insert here

8

(END)



**ASSEMBLY AMENDMENT ,  
TO 2011 ASSEMBLY BILL 582**

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 5, line 7: after "**limitations**" insert "**; disclosure**".

3 **2.** Page 6, line 5: delete "ANNUAL PERCENTAGE RATE DISCLOSURE NOT REQUIRED"  
4 and substitute "DISCLOSURES".

5 **3.** Page 6, line 6: delete "not".

6 **4.** Page 6, line 6: delete the material beginning with "any" and ending with  
7 "annual percentage rate" on line 8 and substitute "the annual percentage rate of  
8 interest applicable to any rental-purchase transaction. In addition, before the time  
9 that a lessee becomes legally obligated under a rental-purchase agreement, the  
10 rental-purchase company shall provide the lessee with a written statement  
11 detailing the cumulative total amount of interest charged in connection with, and the  
12 cumulative total cost of, the rental property if the lessee were to acquire ownership

insert →

of the rental property after 6 months, after 12 months, and after 24 months following  
the date a rental-purchase agreement is executed".

(END)

insert  
cont'd

1  
2  
3