

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-0827/1dn
RJM:.....

1. Definition of other than open end credit
2. Added loan administration fee authorization to 422.202 (2m). Broader than current law limiting loan admin. fee to transactions secured by real estate. Also id NOT apply broad authorization in (2m) to motor vehicle leases because they already have broad authority under (1) (e). Repealed (1) (d) \$15 limit on NSF check in other than open end credit transactions because (2m) authorizes fee as agreed for NSF check.
3. Conforming changes to ch. 138
4. By changing definition of precomputed, draft changes meaning of “other than open end credit”. Amended s. 422.301 (29) to avoid this change.
5. In amendment to s. 422.202 (2m), there was no need to specify that a fee collected under that subsection is not subject to rebate upon prepayment. Section 422.209 requires a rebate of certain amounts of the finance charge and the definition of finance charge in s. 421.301 already excludes charges under s. 422.202.