STATE OF WYOMING

## HOUSE BILL NO. HB0268

Wyoming Consumer Rental-Purchase Agreement Act-amendments.

Sponsored by: Representative(s) Burkhart, Larsen, L, Niemiec and Northrup and Senator(s) Case

## A BILL

## for

1 AN ACT relating to trade and commerce; amending the Wyoming 2 Consumer Rental-Purchase Agreement Act as specified; 3 amending licensing requirements; providing for digital 4 agreements; providing a definition; providing limitations; 5 allowing for the inspection of records; and providing for 6 an effective date.

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8 Be It Enacted by the Legislature of the State of Wyoming:9

Section 1. W.S. 40-19-102(a) by creating a new paragraph (xii) and by renumbering (xii) as (xiii), 40-19-107(a)(intro), (xi) and (xiii), 40-19-111(a)(intro) and (ii), 40-19-113 by creating new subsections (f) and (g), 40-19-114(f) and (g) and 40-19-118 by creating new subsections (g) and (h) are amended to read:

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1 2 40-19-102. Definitions. 3 4 (a) As used in this act: 5 (xii) "Rental-purchase property" means personal б 7 property displayed or offered primarily for rental-purchase 8 pursuant to a rental-purchase agreement; 9 (xii) "This act" means W.S. 40-19-101 10 11 through 40-19-120. 12 13 40-19-107. Disclosures. 14 (a) For each rental-purchase agreement, the merchant 15 16 shall disclose in the agreement, which may be provided in a 17 digital format, the following items as applicable: 18 19 (xi) A statement that the consumer may terminate 20 the agreement without penalty by voluntarily surrendering or returning the property in good repair, reasonable wear 21 and tear excepted, in accordance with the terms of the 22

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rental-purchase agreement, along with any past due rental 1 2 payments upon expiration of any rental period; 3 4 (xiii) The following notice printed or typed in a size equal to or greater than ten (10) point bold type 5 or, when disclosed in a digital format, outlined with a 6 noticeable box in a type size equal to or larger than any 7 8 surrounding language: 9 10 NOTICE TO CONSUMER 11 12 Do not sign this agreement before you read it or if it contains blank spaces. You are entitled to a copy of the 13 14 agreement you sign. 15 16 40-19-111. Liability damage waivers; fees. 17 18 (a) A consumer and merchant may contract for a 19 liability damage waiver in writing or in a digital format. 20 The selling or offering for sale of a liability damage waiver pursuant to this act shall be subject to the 21 following prohibitions and requirements: 22 23

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| (ii) The liability damage waiver contract shall            |
|--|
| include a statement of the fee for the liability damage    |
| waiver and shall display the following notice printed or   |
| typed in a size equal to or greater than ten (10) point    |
| bold type or, when disclosed in a digital format, outlined |
| with a noticeable box in a type size equal to or larger    |
| than any surrounding language:                             |
|  |
| NOTICE: THE PURCHASE OF THIS LIABILITY DAMAGE              |
| WAIVER IS NOT MANDATORY AND MAY BE DECLINED. THIS          |
| CONTRACT OFFERS, FOR AN ADDITIONAL CHARGE, A LIABILITY     |
| DAMAGE WAIVER TO COVER YOUR RESPONSIBILITY FOR DAMAGE      |
| TO THE PROPERTY. BEFORE DECIDING WHETHER TO PURCHASE       |
|  |

14 THE LIABILITY DAMAGE WAIVER, YOU MAY WISH TO DETERMINE 15 WHETHER YOUR HOMEOWNER'S OR CASUALTY INSURANCE, IF 16 ANY, AFFORDS YOU COVERAGE FOR DAMAGE TO THE RENTAL 17 PROPERTY AND THE AMOUNT OF THE DEDUCTIBLE UNDER YOUR 18 OWN INSURANCE COVERAGE.

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20 **40-19-113.** Advertising.

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(f) For rental-purchase property displayed or offered
online that a consumer can rental purchase by means of an

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| 1  | online rental-purchase agreement or via electronic commerce |
|----|---|
| 2  | or other digital transaction means, a merchant may disclose |
| 3  | the information and provide the notices required by this    |
| 4  | act, including the information under subsection (d) of this |
| 5  | section, in a digital format. The disclosure under          |
| 6  | subsection (d) of this section must be made before          |
| 7  | disclosing the information required under W.S. 40-19-107    |
| 8  | and, if disclosed in a digital format, shall be outlined    |
| 9  | with a noticeable box in a type size equal to or larger     |
| 10 | than any surrounding language.                              |

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| 12 | (g) When pe:          | rsonal   | property     | that     | is       | not  |
|----|-----------------------|----------|--------------|----------|----------|------|
| 13 | rental-purchase prop  | erty is  | offered for  | rental   | purchas  | e by |
| 14 | a merchant and be     | ecomes   | rental-purch | ase pro  | operty,  | the  |
| 15 | merchant may disclo   | ose the  | information  | n and    | provide  | the  |
| 16 | notices required by   | this a   | act, includi | ng the   | informa  | tion |
| 17 | under subsection (d)  | of thi   | s section,   | to a co  | nsumer : | in a |
| 18 | digital format. The   | disclosu | re under sub | section  | (d) of   | this |
| 19 | section must be ma    | de befo  | re disclosi  | ng the   | informa  | tion |
| 20 | required under W.S.   | 40-19-10 | )7 and, if d | isclosed | l by dig | ital |
| 21 | means, shall be out   | lined wi | th a notice  | able bo: | x in a   | type |
| 22 | size equal to or larg | ger than | any surround | ling lan | guage.   |      |
|    |                       |          |              |          |          |      |

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40-19-114. License required; application for license;
 fee; qualifications.

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4 (f) Each office or place of business shall be 5 licensed separately. A merchant shall be required to obtain 6 a single statewide license with respect to all transactions it offers to consumers online or through the location of 7 8 third-party retailers. Merchants that offer rental-purchase 9 property from the merchants' physical locations shall be 10 required to obtain a separate license for each physical office or place of business that is open to consumers. 11

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(g) Each license shall state the address of the office from which the business is to be conducted and the name of the licensee. The license shall be prominently displayed at the place of business named in the license <u>if</u> the merchant operates a physical location that is open to <u>consumers</u>. The license shall not be transferable or assignable.

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40-19-118. Powers and functions of the administrator;
 enforcement; penalties.

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| 1  | (g) In addition to the enforcement powers provided in       |
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| 2  | this act, the administrator may, regardless of any          |
| 3  | complaint by a consumer, periodically examine the books,    |
| 4  | accounts, papers, correspondence and any records of any     |
| 5  | merchant licensed under this act. After notice and hearing, |
| 6  | the administrator may decline to renew a license, or        |
| 7  | suspend or revoke any license issued pursuant to this act   |
| 8  | for violating any provision of this act, or any rules       |
| 9  | promulgated by the administrator. In lieu of or in addition |
| 10 | to any denial, suspension or revocation, the administrator  |
| 11 | may order the refund of any unlawful or excessive fees,     |
| 12 | enter a cease and desist order or impose an administrative  |
| 13 | fine in an amount not less than one hundred dollars         |
| 14 | (\$100.00) nor more than two thousand five hundred dollars  |
| 15 | (\$2,500.00) for each violation of this act, not to exceed  |
| 16 | five thousand dollars (\$5,000.00) for all violations by a  |
| 17 | merchant.   |
| 18 |   |
| 19 | (h) Where there are multiple consumers to a                 |
| 20 | rental-purchase agreement, there shall be no more than one  |

21 (1) recovery under this section for a violation.

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| 1 | Section 2. | This act is effective July 1, 2023. |
|---|------------|-------------------------------------|
| 2 |            |                                     |
| 3 |            | (END)                               |