

SECOND REGULAR SESSION

SENATE BILL NO. 1110

93RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR BARNITZ.

Read 1st time February 27, 2006, and ordered printed.

TERRY L. SPIELER, Secretary.

4766S.011

AN ACT

To amend chapter 407, RSMo, by adding thereto one new section relating to vehicle repossession contracts.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 407, RSMo, is amended by adding thereto one new
2 section, to be known as section 407.1375, to read as follows:

**407.1375. 1. Before entering into any nonprepayment vehicle
2 repossession contract, the party contracting to receive delivery of the
3 vehicle shall file and maintain with the office of the attorney general,
4 in form and substance satisfactory to the attorney general, a bond with
5 corporate surety from a company authorized to transact business in
6 this state, or a letter of credit from a bank insured by the Federal
7 Deposit Insurance Corporation in the amount of twenty-five thousand
8 dollars. The bond shall secure the faithful performance of the
9 obligations of the receiving party and such party's agents and
10 subagents with respect to the transmission and payment of money in
11 connection with any nonprepayment vehicle repossession contract.**

**12 2. If in the opinion of the attorney general the bond shall at any
13 time appear to be inadequate, insecure, exhausted, or otherwise
14 doubtful, additional bond in the form and with surety satisfactory to
15 the attorney general shall be filed within fifteen days after notice of the
16 requirement is given.**

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