

By: Solomons

H.B. No. 2534

A BILL TO BE ENTITLED

1 AN ACT

2 relating to a provision making a motor vehicle retail installment
3 contract conditional on transfer of the contract to a holder.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 348.101, Finance Code, is amended by
6 adding Subsection (e) to read as follows:

7 (e) A retail installment contract may not be conditioned on
8 the subsequent sale of the contract to a holder. A provision in
9 violation of this subsection is void.

10 SECTION 2. This Act takes effect September 1, 2007.