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**STATE OF NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY
FINANCIAL INSTITUTIONS DIVISION**

1179 Fairview Drive, Ste 201
Carson City, Nevada 89701
(775) 687-5522

In Re:

PROPOSED REVISIONS TO AND
DATE OF IMPLEMENTATION FOR
FORMS PURSUANT TO NAC 97

**SUPPLEMENTAL ORDER REGARDING
CORRECTING CLERICAL
ERROR IN ADOPTED FORM CONTRACTS**

WHEREAS, the Commissioner of the Financial Institutions Division, State of Nevada Department of Business and Industry ("Commissioner"), having received notification of unintended changes due to clerical error in the disclosed versions of certain contracts;

WHEREAS, in the exhibits attached to the Order Making Changes to and Amending Date of Implementation of Forms Pursuant to NAC 97 dated May 24th, 2012, the prepayment disclosure in Section B was inadvertently changed from the following:

"PREPAYMENT: If you pay off early, you may be entitled to a refund of the Finance Charge.

See your contract documents for any additional information about nonpayment, default, any required repayment in full before the scheduled date, and prepayment refunds and penalties."

to the following:

"PREPAYMENT: If you pay off early, you will not have to pay a penalty.

1 See your contract documents for any additional information about nonpayment,
2 default, any required repayment in full before the scheduled date, and
3 penalties.”

4 on the following contracts:

- 5 1. Contract for Sale and Security Agreement for Sale of Vehicle with Precomputed
6 or Add-on Interest to be Paid;
- 7 2. Contract for Sale and Security Agreement for Sale of Vehicle with Larger Final
8 Payment and Option to Refinance;
- 9 3. Contract for Sale and Security Agreement for Lease of Vehicle with Lessee
10 Entitled to Refinance Residual Payment Due at End of Lease Term;
- 11 4. Contract for Sale and Security Agreement for Sale of Recreational Vehicle with
12 Precomputed or Add-on Interest to be Paid;

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14 WHEREAS, this change in language was not intended, was not part of any discussion at
15 the hearing regarding changes to the form contracts, and was not meant to be part of the Order
16 Making Changes to and Amending Date of Implementation of Forms Pursuant to NAC 97,
17 dated May 24th, 2012;

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19 WHEREAS, this change was due solely to clerical error;

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21 WHEREAS, the Commissioner having further received notice of typographical errors in
22 the versions of certain form contracts;

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24 WHEREAS, in the Application for Credit Used in Any Sale of Vehicle Governed by NRS
25 97.299, Section F, subsection (3), “understand” should read “understands”;

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27 WHEREAS, in Section C, subsection 11, Other Amounts Financed*, amount lines for
28 11b and 11c to be referenced as “\$(_____)”, were inadvertently omitted from the
following form contracts:

- 1 1. Contract for Sale and Security Agreement for Sale of Vehicle with Payment of
2 Simple Interest;
- 3 2. Contract for Sale and Security Agreement for Sale of Vehicle with Precomputed
4 or Add-on Interest to be Paid;
- 5 3. Contract for Sale and Security Agreement for Sale of Vehicle with Larger Final
6 Payment and Option to Refinance;
- 7 4. Contract for Sale and Security Agreement for Lease of Vehicle with Lessee
8 Entitled to Refinance Residual Payment Due at End of Lease Term;
- 9 5. Contract for Sale and Security Agreement for Recreational Vehicle with Simple
10 Interest to be Paid;
- 11 6. Contract for Sale and Security Agreement for Recreational Vehicle with
12 Precomputed or Add-on Interest to be Paid;

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14 NOW THEREFOR,

15 IT IS HEREBY ORDERED that the Order Making Changes to and Amending Date of
16 Implementation of Forms Pursuant to NAC 97 dated May 24th, 2012 is amended;

17 IT IS FUTHER ORDERED that the following prepayment disclosure in Section B:

18 "PREPAYMENT: If you pay off early, you will not have to pay a penalty.
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20 See your contract documents for any additional information about nonpayment,
21 default, any required repayment in full before the scheduled date, and
22 penalties."

23 shall be deleted and replaced with the following:

24 "PREPAYMENT: If you pay off early, you may be entitled to a refund of the
25 Finance Charge.
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1 See your contract documents for any additional information about nonpayment,
2 default, any required repayment in full before the scheduled date, and
3 prepayment refunds and penalties."

4 in the following form contracts:

- 5 1. Contract for Sale and Security Agreement for Sale of Vehicle with Precomputed
6 or Add-on Interest to be Paid;
- 7 2. Contract for Sale and Security Agreement for Sale of Vehicle with Larger Final
8 Payment and Option to Refinance;
- 9 3. Contract for Sale and Security Agreement for Lease of Vehicle with Lessee
10 Entitled to Refinance Residual Payment Due at End of Lease;
- 11 4. Contract for Sale and Security Agreement for Sale of Recreational Vehicle with
12 Precomputed or Add-on Interest to be Paid;

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14 IT IS FURTHER ORDERED that in the Application for Credit Used in Any Sale of Vehicle
15 Governed by NRS 97.299, Section F, subsection (3), the word "understand" shall be deleted
16 and replaced with "understands";

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18 IT IS FURTHER ORDERED that in Section C, subsection 11, Other Amounts Financed*,
19 "\$(") shall be inserted at lines 11b and 11c to be aligned with the amount line of
20 11a in the following form contracts:


- 21 1. Contract for Sale and Security Agreement for Sale of Vehicle with Payment of
22 Simple Interest;
 - 23 2. Contract for Sale and Security Agreement for Sale of Vehicle with Precomputed
24 or Add-on Interest to be Paid;
 - 25 3. Contract for Sale and Security Agreement for Sale of Vehicle with Larger Final
26 Payment and Option to Refinance;
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- 4. Contract for Sale and Security Agreement for Lease of Vehicle with Lessee Entitled to Refinance Residual Payment Due at End of Lease Term;
- 5. Contract for Sale and Security Agreement for Recreational Vehicle with Simple Interest to be Paid;
- 6. Contract for Sale and Security Agreement for Recreational Vehicle with Precomputed or Add-on Interest to be Paid;

IT IS FURTHER ORDERED that the Division shall post the corrected version of above-entitled contracts on its website, and that the previous version of those contracts shall be deleted.

DATED this 30th day of August, 2012



GEORGE E. BURNS,
COMMISSIONER