

price differential than would otherwise be permitted by this article or to obtain the exemption permitted by Section 1801.3 of this chapter. (Added Stats. 1959, c. 201, p. 2099, § 1.)

ARTICLE 6. PAYMENTS

Sec.

- 1806.1 Payment to last known holder of contract or installment account; discharge of obligation.
- 1806.2 Statement of unpaid balance.
- 1806.3 Payment before maturity; refund credit.
- 1806.4 Acknowledgement of payments; release of security.

Article 6 added by Stats. 1599, c. 201, p. 2099, § 1, operative Jan. 1, 1960

§ 1806.1 *Payment to last known holder of contract or installment account; discharge of obligation*

Unless the buyer has notice or actual or intended assignment of a contract or installment account, payment thereunder made by the buyer to the last known holder of such contract or installment account, shall to the extent of the payment, discharge the buyer's obligation. (Added Stats. 1959, c. 201, p. 2099, § 1.)

§ 1806.2 *Statement of unpaid balance*

At any time after its execution, but not later than one year after the last payment thereunder, the holder of a contract shall, upon written request of the buyer made in good faith, promptly give or forward to the buyer a detailed written statement which will state with accuracy the total amount, if any, unpaid thereunder. Such a statement shall be supplied by the holder once each year without charge; if any additional statement is requested by the buyer, the holder shall supply such statement to the buyer at a charge not exceeding one dollar (\$1) for each additional statement supplied to the buyer. The provisions of this section shall not apply to those transactions wherein, instead of periodic statements of account, the buyer is provided with a passbook or payment book in which all payments, credits, charges and the unpaid balance is entered. (Added Stats. 1959, c. 201, p. 2099, § 1.)

§ 1806.3 *Payment before maturity; refund credit*

Notwithstanding the provisions of any contract to the contrary, any buyer may pay the contract in full at any time before maturity and in so pay- * * *

(d) The service charge may be computed on a schedule of fixed amounts if as so computed it is applied to all amounts of outstanding balances equal to the fixed amount minus a differential of not more than five dollars (\$5), provided that it is also applied to all amounts of outstanding balances equal to the fixed amount plus at least the same differential. (Added Stats. 1959, c. 201, p. 2104, § 1.)

§ 1810.5 *Monthly statement; contents*

The seller or holder of a retail installment account shall promptly provide the buyer with a statement as of the end of each monthly period (which need not be a calendar month) setting forth the following:

- (a) The balance due to the seller or holder from the buyer at the beginning of the monthly period.
- (b) The dollar amount of each purchase by the buyer during the monthly period and, (unless a sales slip or memorandum of each purchase has previously been furnished the buyer or is attached to the statement) the purchase or posting date, a brief description and the cash price of each purchase.
- (c) The payments made by the buyer to the seller or holder and any other credits to the buyer during the monthly period.
- (d) The amount of the service charge.
- (e) The total balance in the account at the end of the monthly period.
- (f) A legend to the effect that the buyer may at any time pay his total balance.

The items need not be stated in the sequence or order set forth above; additional items may be included to explain the computations made in determining the amount to be paid by the buyer. (Added Stats. 1959, c. 201, p. 2104, § 1.)