

CANCELLATION OF LOAN and
REVOCAION OF AUTHORIZATION FOR AUTOMATIC DEBIT

Attn:

[Lender's Name and Address]

Via Fax, Email, and Certified Mail

- *Send the notice using as many means as possible, and obtain all confirmation receipts that the Lender received the notice or that you sent the notice. Keep a copy for yourself.*
- *You should also call (if you have a contact person) and provide oral notice of cancellation and ask for a cancellation number.*

I, _____, **hereby immediately CANCEL and VOID my entire loan agreement, including all electronic or automatic payments.** The loan agreement is not valid or enforceable under Vermont law because (1) you are not licensed to lend money in Vermont; and (2) the loan charges fees and interest that exceed Vermont's usury limits, per the following laws:

- 8 V.S.A. § 2201 (“no person shall . . . engage in the business of making loans of money [or] credit” without “first obtaining a license from” the state Department of Financial Regulation);
- 9 V.S.A. § 2481w(b) (violation of Consumer Protection Act to make an unlicensed or usurious loan); and
- 9 V.S.A. § 41a(b)(1) & (b)(5) (setting the interest rates at 12-24% per annum for all loans involving money or credit).

Vermont law applies to this loan, because I am a Vermont resident. 8 V.S.A. § 2233(b) (“A loan solicited or made by mail, telephone, or electronic means to a Vermont resident shall be subject to [Vermont law] notwithstanding where the loan was legally made.”).

Under the above Vermont laws, and interpreting caselaw, I am hereby invoking my remedy of voiding the loan contract. *See Klein v. Wolf Run Resort, Inc.*, 163 Vt. 506, 511; 659 A.2d 1153, 1156 (1995) (voiding loan that had usurious interest rates and holding that “the Vermont Licensed Lenders Law grants the borrower the remedy of voiding the contract”).

THEREFORE, you are directed to CANCEL and VOID my loan, by immediately reducing any amount owed to zero dollars (\$0.00), and ceasing all collection activities.

I further hereby immediately CANCEL, REVOKE, and WITHDRAW all authorization for Automatic Debits and electronic payments from the following bank account(s):

Bank Name: _____

Bank Routing Number (first 9 digits on check): _____

Account Number (remaining digits on check): _____

Bank Name: _____

Bank Routing Number: _____

Account Number: _____

You no longer have my consent to make any Automatic Debits or electronic payments from the above bank account(s) as of the date signed below, and you are directed to stop all payments from the above bank account(s). If you make any further Automatic Debits or electronic payments, I will dispute all such transactions and invoke all available legal remedies.

Please contact me immediately if you will not comply with this notice.

Date _____

Signature _____

Print Name: _____

Address: _____

Phone: _____

Email (if provided when obtained loan): _____

Cc: { name of your Bank } [*Send a copy of this form to your bank as well*]