

**State Corporation Commission  
2004 Fiscal Impact Statement**

**1. Bill Number** HB1156

**House of Origin** ☐ Introduced ☐ Substitute ☐ Engrossed

**Second House** ☐ In Committee ☐ Substitute ☒ Enrolled

**2. Patron** Morgan

**3. Committee** Passed Both Houses

**4. Title** Payday loans

**5. Summary/Purpose:** Payday loans. Prohibits a licensed payday lender from entering into a payday loan with a member of the armed forces from a location that has been declared off-limits by a military base commander. With respect to payday loans to military personnel or their spouses, lenders shall not garnish military wages or conduct collection activities when the service member is deployed to a combat or combat support posting. The measure also clarifies that loans based on income tax refunds are not payday loans, and prohibits unlicensed person from engaging in payday loans or arranging or brokering payday loans for consumers residing in Virginia, whether or not the lender has a location in Virginia.

**6.** No Fiscal Impact on state agencies

**7. Budget amendment necessary:** No

**8. Fiscal implications:** None on state agencies

**9. Specific agency or political subdivisions affected:** State Corporation Commission and its Bureau of Financial Institutions

**10. Technical amendment necessary:** No

**11. Other comments:** None

**Date:** 03/02/05 E.J. Face, Jr.

cc: Secretary of Commerce and Trade