

State Corporation Commission 2018 Fiscal Impact Statement

1. Bill Number: SB625

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|------------------------|---------------------------------------|--|------------------------------------|
| House of Origin | <input type="checkbox"/> Introduced | <input checked="" type="checkbox"/> Substitute | <input type="checkbox"/> Engrossed |
| Second House | <input type="checkbox"/> In Committee | <input type="checkbox"/> Substitute | <input type="checkbox"/> Enrolled |

2. Patron: Surovell

3. Committee: Senate Floor

4. Title: Consumer finance companies.

5. Summary: Requires the State Corporation Commission, as a condition of licensing a consumer finance company, to find that the applicant will not make consumer finance loans at the same location at which the applicant makes payday loans or motor vehicle title loans. The measure also (i) caps the amount of a consumer finance loan at \$35,000, (ii) requires that such loans be installment loans with a term that is not less than six months nor more than 120 months, (iii) sets the maximum annual interest rate on such loans at 36 percent, (iv) authorizes late payment fees of \$20, (v) authorizes loan processing fees of up to \$150, and (vi) increases the amount of a bad check fee from \$15 to \$25.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: No Fiscal Impact on the State Corporation Commission.

8. Fiscal Implications: None on the State Corporation Commission.

9. Specific Agency or Political Subdivisions Affected: State Corporation Commission and the Commission's Bureau of Financial Institutions

10. Technical Amendment Necessary: No.

11. Other Comments: None.

2/2/18 EJF