

RÉSUMÉ DIGEST

ACT 510 (HB 582)

2025 Regular Session

LaCombe

New law defines "commissioner", "Consumer Price Index for All Urban Consumers", "deferred presentment transaction", "licensee", "partial payment", "prepayment", and "small loan".

Existing law includes in the definition of "deferred presentment transaction" a cap on the monetary amount of \$350, authorized by existing law to be paid to the issuer of the check.

New law increases the monetary amount provided for in the deferred presentment transaction definition from \$350 to \$700. New law otherwise retains existing law.

Existing law allows a licensee, in conjunction with a deferred presentment transaction or small loan, to charge a fee not to exceed a certain percentage as specified in existing law (R.S. 9:3578.4(A)) of the face amount of the check issued, or in the case of a small loan, the equivalent rate of interest, provided, however, that such fee or interest does not exceed \$45, regardless of the name or type of charge.

New law removes the provision that allows a licensee to charge the equivalent rate of interest on a small loan and further removes the provision that prohibits the fee or interest from exceeding \$45. New law otherwise retains existing law.

New law requires the office of financial institutions, beginning on or before Sept. 1st of each year, to publish a new maximum outstanding principal balance permitted on its website. New law further provides the formula for how the new amount shall be calculated.

New law prohibits a licensee from reporting negative information about its customers to any credit bureau or credit reporting service.

Effective August 1, 2025.

(Amends R.S. 9:3578.3 and 3578.4(A)(1); Adds R.S. 9:3578.4(D) and 3578.6(A)(9))