

Regular Session, 2014

HOUSE BILL NO. 685

BY REPRESENTATIVE BARROW

FINANCIAL INSTITUTIONS: Places a moratorium on licensing of new deferred presentment and small loan institutions in the state

1 AN ACT

2 To enact R.S. 9:3578.9, relative to a moratorium on licenses to offer deferred presentment
3 transactions or small loans; to prohibit the office and the commissioner of financial
4 institutions from licensing persons to offer deferred presentment transactions or
5 small loans, or both; to provide for the renewal of licenses to offer deferred
6 presentment transactions or small loans, or both; to provide for an effective date; and
7 to provide for related matters.

8 Be it enacted by the Legislature of Louisiana:

9 Section 1. R.S. 9:3578.9 is hereby enacted to read as follows:

10 §3578.9. Moratorium on new licenses to offer deferred presentment transactions or
11 small loans, or both

12 Effective August 1, 2014, the office of financial institutions, or the
13 commissioner of the office of financial institutions, shall not issue licenses to persons
14 to offer deferred presentment transactions or small loans, or both. Licenses may be
15 renewed for any person who held a valid license to offer deferred presentment
16 transactions or small loans, or both, prior to August 1, 2014.

17 Section 2. This Act shall become effective upon signature by the governor or, if not
18 signed by the governor, upon expiration of the time for bills to become law without signature
19 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If

- 1 vetoed by the governor and subsequently approved by the legislature, this Act shall become
2 effective on the day following such approval.
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DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Barrow

HB No. 685

Abstract: Provides for a moratorium on the issuance of new licenses to offer deferred presentment transactions or small loans, or both.

Present law provides that the office of financial institutions, or the commissioner of the office of financial institutions, shall issue licenses to persons to offer deferred presentment transactions or small loans, or both.

Proposed law provides that effective August 1, 2014, the office of financial institutions, or the commissioner of the office of financial institutions, shall not issue licenses to persons to offer deferred presentment transactions or small loans, or both. Licenses may be renewed for any person who held a valid license to offer deferred presentment transactions or small loans, or both, prior to August 1, 2014.

Effective upon signature or upon lapse of time for gubernatorial action.

(Adds R.S. 9:3578.9)