

Regular Session, 2014

HOUSE BILL NO. 730

BY REPRESENTATIVE KATRINA JACKSON

FINANCIAL INSTITUTIONS: Permits providers of deferred presentment transactions or small loans to report positive information to credit bureaus

1 AN ACT

2 To amend and reenact R.S. 9:3571, relative to the disclosure of financial information by
3 certain persons; to provide that makers of deferred presentment transactions or small
4 loans shall disclose certain information; to prohibit the disclosure of certain
5 information; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 9:3571 is hereby amended and reenacted to read as follows:

8 §3571. Dissemination of specific credit information; subpoena of records;
9 requirements; penalties

10 A. A savings bank, a savings and loan association, a company issuing credit
11 cards, or a business offering credit shall disclose financial records of its customers
12 only pursuant to R.S. 6:333.

13 B.(1) Upon written request of the borrower, a licensee as defined by R.S.
14 9:3578.3(3) shall furnish a credit reporting agency or rating agency financial records
15 relating solely to the existence of accounts and promptness of payments of the
16 requesting borrower.

17 (2) A licensee as defined by R.S. 9:3578.3(3) shall not furnish a credit
18 reporting agency or rating agency any other financial records, including but not
19 limited to negative financial records of its borrowers, except those which are
20 authorized by this Subsection.

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)]

Katrina Jackson

HB No. 730

Abstract: Requires deferred presentment transactions or small loan licensees disclose the existence of accounts and promptness of payments to credit reporting agencies or rating agencies upon request of the borrower.

Present law provides that a savings bank, a savings and loan association, a company issuing credit cards, or a business offering credit shall disclose financial records of its customers only pursuant to present law (R.S. 6:333).

Proposed law retains present law.

Present law provides for licensing by the commissioner of financial institutions of persons offering deferred presentment transactions or small loans, or both.

Proposed law retains present law.

Proposed law provides that persons licensed to offer deferred presentment transactions or small loans, or both, shall, upon request of the borrower, furnish a credit reporting agency or rating agency financial records relating solely to the existence of accounts and promptness of payments of the requesting borrower, but not any other financial records, including but not limited to negative financial records of its borrowers.

(Amends R.S. 9:3571)