

HOUSE BILL NO. 725

INTRODUCED BY SPRING, GRINDE, MENAHAN,
PAVLOVICH, T. NELSON, FAGG, MESSMORE,
H.S. HANSON, PETERSON, FORRESTER

IN THE HOUSE

FEBRUARY 8, 1991 INTRODUCED AND REFERRED TO COMMITTEE
ON BUSINESS & ECONOMIC DEVELOPMENT.

FEBRUARY 9, 1991 FIRST READING.

FEBRUARY 15, 1991 COMMITTEE RECOMMEND BILL
DO PASS. REPORT ADOPTED.

FEBRUARY 16, 1991 PRINTING REPORT.

FEBRUARY 21, 1991 POSTED ON ALTERNATE CONSENT CALENDAR.

FEBRUARY 23, 1991 THIRD READING, PASSED.
AYES, 96; NOES, 0.

TRANSMITTED TO SENATE.

IN THE SENATE

FEBRUARY 25, 1991 INTRODUCED AND REFERRED TO COMMITTEE
ON BUSINESS & INDUSTRY.

FIRST READING.

MARCH 7, 1991 COMMITTEE RECOMMEND BILL BE
CONCURRED IN. REPORT ADOPTED.

MARCH 12, 1991 SECOND READING, CONCURRED IN.

MARCH 13, 1991 THIRD READING, CONCURRED IN.
AYES, 49; NOES, 0.

RETURNED TO HOUSE.

IN THE HOUSE

MARCH 14, 1991 RECEIVED FROM SENATE.

SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

1 *HOUSE* BILL NO. *725*
 2 INTRODUCED BY *Spring Grove Members*
 3 *Tim McLean Jeff McNamee S House*
 4 A BILL FOR AN ACT ENTITLED: "AN ACT EXTENDING THE
 5 PERMISSIBLE TERM FOR LOANS IN EXCESS OF \$1,000 BY CONSUMER
 6 LOAN BUSINESSES; AND AMENDING SECTION 32-5-302, MCA."

7
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 **Section 1.** Section 32-5-302, MCA, is amended to read:

10 "32-5-302. Installment payment -- contract period. (1)
11 No licensee may enter into any contract of loan:

12 (a) of \$300 or less, exclusive of charges, under which
13 the borrower agrees to make any scheduled repayment of
14 principal more than 21 calendar months from the date of
15 making such contract;

16 (b) for more than \$300 to and including \$1,000,
17 exclusive of charges, under which the borrower agrees to
18 make any scheduled repayment of principal more than 25
19 calendar months from the date of making; or

20 (c) for more than \$1,000 to and including \$2,500,
21 exclusive of charges, under which the borrower agrees to
22 make any scheduled repayment of principal more than ~~37~~ 48
23 calendar months from the date of making.

24 (2) Every loan contract shall require payment of
25 principal and charges in installments which shall be payable

1 at approximately equal periodic intervals, except that
2 payment dates may be omitted to accommodate borrowers with
3 seasonal incomes. No installment contracted for may be
4 substantially larger than any preceding installment. When a
5 loan contract provides for monthly installments, the first
6 installment may be payable at any time within 45 days of the
7 date of the loan and the charges for the number of days in
8 excess of 30 from the date of making may be added to the
9 scheduled amount of the installments.

10 (3) The amounts of \$300, \$1,000, and \$2,500 in
11 subsection (1) are subject to change pursuant to the
12 provisions of 32-5-104 on adjustment of dollar amounts."

-End-



APPROVED BY COMM. ON BUSINESS AND ECONOMIC DEVELOPMENT

1 HOUSE BILL NO. 725
2 INTRODUCED BY Spring Green Member
3 Tom Nelson, Jeff McNamee, & Silvan Peterson

4 A BILL FOR AN ACT ENTITLED: "AN ACT EXTENDING THE
5 PERMISSIBLE TERM FOR LOANS IN EXCESS OF \$1,000 BY CONSUMER
6 LOAN BUSINESSES; AND AMENDING SECTION 32-5-302, MCA."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 Section 1. Section 32-5-302, MCA, is amended to read:

10 *32-5-302. Installment payment -- contract period. (1)
11 No licensee may enter into any contract of loan:

12 (a) of \$300 or less, exclusive of charges, under which
13 the borrower agrees to make any scheduled repayment of
14 principal more than 21 calendar months from the date of
15 making such contract;

16 (b) for more than \$300 to and including \$1,000,
17 exclusive of charges, under which the borrower agrees to
18 make any scheduled repayment of principal more than 25
19 calendar months from the date of making; or

20 (c) for more than \$1,000 to and including \$2,500,
21 exclusive of charges, under which the borrower agrees to
22 make any scheduled repayment of principal more than 37 48
23 calendar months from the date of making.

24 (2) Every loan contract shall require payment of
25 principal and charges in installments which shall be payable

1 at approximately equal periodic intervals, except that
2 payment dates may be omitted to accommodate borrowers with
3 seasonal incomes. No installment contracted for may be
4 substantially larger than any preceding installment. When a
5 loan contract provides for monthly installments, the first
6 installment may be payable at any time within 45 days of the
7 date of the loan and the charges for the number of days in
8 excess of 30 from the date of making may be added to the
9 scheduled amount of the installments.

10 (3) The amounts of \$300, \$1,000, and \$2,500 in
11 subsection (1) are subject to change pursuant to the
12 provisions of 32-5-104 on adjustment of dollar amounts."

-End-

SECOND READING

HB 725



1 *HOUSE* BILL NO. *725*
 2 INTRODUCED BY *Spring House Members*
 3 *Tom Nelson Jeff McDaniel & Howard Peterson*

4 *A* BILL FOR AN ACT ENTITLED: "AN ACT EXTENDING THE
 5 PERMISSIBLE TERM FOR LOANS IN EXCESS OF \$1,000 BY CONSUMER
 6 LOAN BUSINESSES; AND AMENDING SECTION 32-5-302, MCA."

7
 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 **Section 1.** Section 32-5-302, MCA, is amended to read:

10 "32-5-302. **Installment payment -- contract period.** (1)
 11 No licensee may enter into any contract of loan:

12 (a) of \$300 or less, exclusive of charges, under which
 13 the borrower agrees to make any scheduled repayment of
 14 principal more than 21 calendar months from the date of
 15 making such contract;

16 (b) for more than \$300 to and including \$1,000,
 17 exclusive of charges, under which the borrower agrees to
 18 make any scheduled repayment of principal more than 25
 19 calendar months from the date of making; or

20 (c) for more than \$1,000 to and including \$2,500,
 21 exclusive of charges, under which the borrower agrees to
 22 make any scheduled repayment of principal more than ~~37~~ 48
 23 calendar months from the date of making.

24 (2) Every loan contract shall require payment of
 25 principal and charges in installments which shall be payable

1 at approximately equal periodic intervals, except that
 2 payment dates may be omitted to accommodate borrowers with
 3 seasonal incomes. No installment contracted for may be
 4 substantially larger than any preceding installment. When a
 5 loan contract provides for monthly installments, the first
 6 installment may be payable at any time within 45 days of the
 7 date of the loan and the charges for the number of days in
 8 excess of 30 from the date of making may be added to the
 9 scheduled amount of the installments.

10 (3) The amounts of \$300, \$1,000, and \$2,500 in
 11 subsection (1) are subject to change pursuant to the
 12 provisions of 32-5-104 on adjustment of dollar amounts."

-End-

THIRD READING
 HB 725



1 HOUSE BILL NO. 725
 2 INTRODUCED BY SPRING, GRINDE, MENAHAN,
 3 PAVLOVICH, T. NELSON, FAGG, MESSMORE,
 4 H.S. HANSON, PETERSON, FORRESTER
 5

6 A BILL FOR AN ACT ENTITLED: "AN ACT EXTENDING THE
 7 PERMISSIBLE TERM FOR LOANS IN EXCESS OF \$1,000 BY CONSUMER
 8 LOAN BUSINESSES; AND AMENDING SECTION 32-5-302, MCA."
 9

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 **Section 1.** Section 32-5-302, MCA, is amended to read:

12 **"32-5-302. Installment payment -- contract period.** (1)
 13 No licensee may enter into any contract of loan:

14 (a) of \$300 or less, exclusive of charges, under which
 15 the borrower agrees to make any scheduled repayment of
 16 principal more than 21 calendar months from the date of
 17 making such contract;

18 (b) for more than \$300 to and including \$1,000,
 19 exclusive of charges, under which the borrower agrees to
 20 make any scheduled repayment of principal more than 25
 21 calendar months from the date of making; or

22 (c) for more than \$1,000 to and including \$2,500,
 23 exclusive of charges, under which the borrower agrees to
 24 make any scheduled repayment of principal more than ~~37~~ 48
 25 calendar months from the date of making.

1 (2) Every loan contract shall require payment of
 2 principal and charges in installments which shall be payable
 3 at approximately equal periodic intervals, except that
 4 payment dates may be omitted to accommodate borrowers with
 5 seasonal incomes. No installment contracted for may be
 6 substantially larger than any preceding installment. When a
 7 loan contract provides for monthly installments, the first
 8 installment may be payable at any time within 45 days of the
 9 date of the loan and the charges for the number of days in
 10 excess of 30 from the date of making may be added to the
 11 scheduled amount of the installments.

12 (3) The amounts of \$300, \$1,000, and \$2,500 in
 13 subsection (1) are subject to change pursuant to the
 14 provisions of 32-5-104 on adjustment of dollar amounts."

-End-

