AN ACT TO AMEND SECTION 75-67-419, MISSISSIPPI CODE OF 1972, TO PROHIBIT TITLE PLEDGE LENDERS FROM HAVING AN OFFICE LOCATED WITHIN A 5 MILE RADIUS OF A POSTSECONDARY INSTITUTION; TO AMEND SECTION 75-67-505, MISSISSIPPI CODE OF 1972, TO PROHIBIT CHECK CASHING BUSINESSES FROM HAVING AN OFFICE LOCATED WITHIN A 5 MILE RADIUS OF A POSTSECONDARY INSTITUTION; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. Section 75-67-419, Mississippi Code of 1972, is amended as follows:

75-67-419. (1) A person may not engage in business as a title pledge lender or otherwise portray himself as a title pledge lender unless the person has a valid license authorizing engagement in the business. A separate license is required for each place of business under this article. The commissioner may issue more than one (1) license to a person if that person complies with this article for each license. A new license or application to transfer an existing license is required upon a change, directly or beneficially, in the ownership of any licensed title pledge office and an application shall be made to the commissioner in accordance with this article.
(2) When a licensee wishes to move a title pledge office to another location, the licensee shall give thirty (30) days prior written notice to the commissioner who shall amend the license accordingly.

(3) Each license shall remain in full force and effect until relinquished, suspended, revoked or expired. With each initial application for a license, the applicant shall pay the commissioner at the time of making the application a license fee of Seven Hundred Fifty Dollars ($750.00), and on or before June 1 of each year thereafter, an annual renewal fee of Four Hundred Seventy-five Dollars ($475.00). If the annual fee remains unpaid thirty (30) days after June 1, the license shall thereupon expire, but not before June 30 of any year for which the annual fee has been paid. If any person engages in business as provided for in this article without paying the license fee provided for in this article before commencing business or before the expiration of such person's current license, as the case may be, then the person shall be liable for the full amount of the license fee, plus a penalty in an amount not to exceed Twenty-five Dollars ($25.00) for each day that the person has engaged in the business without a license or after the expiration of a license. All licensing fees and penalties shall be paid into the Consumer Finance Fund of the Department of Banking and Consumer Finance.

(4) Notwithstanding other provisions of this article, the commissioner may issue a temporary license authorizing the
operation of a title pledge office on the receipt of an
application to transfer a license from one (1) person to another
or on the receipt of an application for a license involving
principals and owners that are substantially identical to those of
an existing licensed title pledge office. The temporary license
is effective until the permanent license is issued or denied.

(5) Notwithstanding other provisions of this article,
neither a new license nor an application to transfer an existing
license shall be required upon any change, directly or
beneficially, in the ownership of any licensed title pledge office
incorporated under the laws of this state or any other state so
long as the licensee continues to operate as a corporation doing a
title pledge business under the license. The commissioner may,
however, require the licensee to provide such information as he
deems reasonable and appropriate concerning the officer and
directors of the corporation and persons owning in excess of
twenty-five percent (25%) of the outstanding shares of the
corporation.

(6) Beginning on June 1, 2017, no title pledge office may be
located within a five (5) mile radius of any public or private
postsecondary institution campus. Any licenses existing before
that date shall not be renewed if the business is in violation of
this subsection.

SECTION 2. Section 75-67-505, Mississippi Code of 1972, is
amended as follows:
71  75-67-505.  (1)  (a)  A person may not engage in business as
72  a check cashier or otherwise portray himself as a check cashier
73  unless the person has a valid license authorizing engagement in
74  the business.  Any transaction that would be subject to this
75  article that is made by a person who does not have a valid license
76  under this article shall be null and void.  A separate license is
77  required for each place of business under this article and each
78  business must be independent of, and not a part of, any other
79  business operation.  A check cashing business shall not be a part
80  of, or located at the same business address with, a pawnshop,
81  title pledge office and small loan company.
82  (b)  A check cashing business shall (i) have a
83  definitive United States postal address and E911 address; (ii)
84  comply with local zoning requirements; (iii) have a minimum of one
85  hundred (100) square feet with walls from floor to ceiling
86  separating the operation from any other businesses; (iv) have an
87  outside entrance, but may be located in an area that has a common
88  lobby shared by other businesses as long as the customers do not
89  enter the check cashing business through another business; (v)
90  have proper signage; and (vi) maintain separate books and records.
91  Any licensee who does not cash any delayed deposit checks as
92  authorized under Section 75-67-519 shall not be subject to the
93  requirements of subparagraphs (i), (iii) and (iv) of this
94  paragraph.
(c) A licensed check casher may sell, at the same location as his check cashing business, the following items and services: money orders; income tax preparation service; copy service; wire transfer service; notary service; pagers; pager service; prepaid cellular service; debit card; prepaid telephone cards; prepaid telephone service; and operate a processing center where utility bills, credit card payments and other payments are collected from the general public and governmental and private payments are distributed. In the event a licensee accepts wire transfers in the form of a direct deposit of a payroll check or other similar types of deposit, the licensee shall not encumber any transferred funds against a deferred deposit agreement or any delinquent deferred deposit agreement with such customer. The commissioner may authorize additional functions in addition to those provided in this subsection that may be performed as part of a check cashing business, but shall authorize the offering of credit availability transactions as provided in Sections 75-67-601 through 75-67-637.

(d) The commissioner may issue more than one (1) license to a person if that person complies with this article for each license. A new license is required upon a change, directly or beneficially, in the ownership of any licensed check casher business and an application shall be made to the commissioner in accordance with this article.
(2) When a licensee wishes to move a check casher business to another location, the licensee shall give thirty (30) days' prior written notice to the commissioner who shall amend the license accordingly.

(3) Each license shall remain in full force and effect until relinquished, suspended, revoked or expired. With each initial application for a license, the applicant shall pay the commissioner at the time of making the application a license fee of Seven Hundred Fifty Dollars ($750.00), and on or before September 1 of each year thereafter, an annual renewal fee of Four Hundred Seventy-five Dollars ($475.00). If the annual renewal fee remains unpaid twenty-nine (29) days after September 1, the license shall thereupon expire, but not before the thirtieth day of September of any year for which the annual fee has been paid. If any licensee fails to pay the annual renewal fee before the thirtieth day of September of any year for which the renewal fee is due, then the licensee shall be liable for the full amount of the license fee, plus a penalty in an amount not to exceed Twenty-five Dollars ($25.00) for each day that the licensee has engaged in business after September 30. All licensing fees and penalties shall be paid into the Consumer Finance Fund of the Department of Banking and Consumer Finance.

(4) Notwithstanding other provisions of this article, the commissioner may issue a temporary license authorizing the operator of a check casher business on the receipt of an
application for a license involving principals and owners that are substantially identical to those of an existing licensed check cashier. The temporary license is effective until the permanent license is issued or denied.

(5) Beginning on September 1, 2017, no check cashing business may be located within a five (5) mile radius of any public or private postsecondary institution campus. Any licenses existing before that date shall not be renewed if the business is in violation of this subsection.

SECTION 3. This act shall take effect and be in force from and after its passage.