

By: Representative Aguirre

To: Banking and Financial Services

HOUSE BILL NO. 1308

1 AN ACT TO AMEND SECTION 75-67-181, MISSISSIPPI CODE OF 1972,
 2 TO AUTHORIZE A LICENSEE TO CONTRACT AND CHARGE A MONTHLY FINANCE
 3 CHARGE OF THIRTY-SIX PERCENT PER ANNUM ON THE UNPAID BALANCE OF
 4 THE AMOUNT FINANCED ON LOANS OF MORE THAN FOUR THOUSAND DOLLARS,
 5 BUT NOT MORE THAN TEN THOUSAND DOLLARS AND TO CONTRACT AND CHARGE
 6 A MONTHLY FINANCE CHARGE OF TWENTY-ONE PERCENT PER ANNUM ON THE
 7 UNPAID BALANCE ON THE AMOUNT FINANCED IF THE LOAN IS MORE THAN TEN
 8 THOUSAND DOLLARS, IN LIEU OF CERTAIN INTEREST AND CHARGES; AND FOR
 9 RELATED PURPOSES.

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

11 **SECTION 1.** Section 75-67-181, Mississippi Code of 1972, is
 12 amended as follows:

13 75-67-181. (1) In lieu of the interest and charges in
 14 Section 75-17-21, on loans of Four Thousand Dollars (\$4,000.00) or
 15 less, a licensee may contract and charge a monthly finance charge
 16 not to exceed an annual percentage rate, calculated according to
 17 the actuarial method, of fifty-nine percent (59%) per annum on the
 18 unpaid balance of the amount financed.

19 (2) In lieu of the interest and charges in Section 75-17-21,
 20 on loans of more than Four Thousand Dollars (\$4,000.00), a
 21 licensee to contract and charge a monthly finance charge not to



22 exceed an annual percentage rate, calculated according to the
23 actuarial method per the following schedule:

24 (a) Thirty-six percent (36%) per annum on the unpaid
25 balance of the amount financed, on loans of more than Four
26 Thousand Dollars (\$4,000.00), but not more than Ten Thousand
27 Dollars (\$10,000.00); and

28 (b) Twenty-one percent (21%) per annum on the unpaid
29 balance on the amount financed, if the loan is more than Ten
30 Thousand Dollars (\$10,000.00).

31 **SECTION 2.** This act shall take effect and be in force from
32 and after July 1, 2022.

