

January 22, 1951.
Passed on File.

Senate File 153

By WATSON of Pottawattamie, VAN EATON,
O'MALLEY, ELTHON, DOUD and BEKMAN.

Passed Senate, Date.....
Vote: Ayes..... Nays.....
Passed House, Date
Vote: Ayes..... Nays.....
Approved

A BILL FOR

An Act to amend sections five hundred thirty-six point one (536.1), five hundred thirty-six point twelve (536.12), five hundred thirty-six point thirteen (536.13), five hundred thirty-six point fifteen (536.15), five hundred thirty-six point sixteen (536.16), five hundred thirty-six point eighteen (536.18), Code 1950, relating to the regulation of the business of making loans of three hundred dollars or less so as to provide for the regulation of the business of making loans of five hundred dollars or less; to define the term "small loans" to be loans of five hundred dollars or less; to provide that the maximum rate of interest or charges on any part of the unpaid principal balance of the loan in excess of three hundred dollars shall be one per cent per month until such time as the state banking board shall fix a different rate; and for this purpose to amend section five hundred thirty-five point six (535.6), Code 1950, so as to make the provisions of section five hundred thirty-five point six (535.6), Code 1950, applicable to loans of more than five hundred dollars (\$500) rather than loans of more than three hundred dollars (\$300).

Be It Enacted by the General Assembly of the State of Iowa:

- 1 Section 1. Chapter five hundred thirty-six (536),
- 2 Code 1950, is hereby amended by striking the word "three"
- 3 where it appears in line five (5) of section five hundred

4 thirty-six point one (536.1), in line nine (9) of section
5 five hundred thirty-six point twelve (536.12), in line
6 two (2) of subsection five (5) of section five hundred
7 thirty-six point thirteen (536.13), in line three (3) of
8 subsection six (6) of section five hundred thirty-six
9 point thirteen (536.13), in line eight (8) of section five
10 hundred thirty-six point fifteen (536.15), in line fourteen
11 (14) of section five hundred thirty-six point fifteen (536.15),
12 in line two (2) of section five hundred thirty-six point
13 sixteen (536.16), in line nine (9) of section five hundred
14 thirty-six point eighteen (536.18), in line eighteen (18)
15 of section five hundred thirty-six point eighteen (536.18), and
16 by substituting in lieu thereof in each instance the word
17 “five”.

1 Sec. 2. Section five hundred thirty-six point thirteen
2 (536.13), Code 1950, is hereby amended by striking all of
3 line one (1) of subsection four (4) thereof and by substituting
4 in lieu thereof the following: “Beginning July 4, 1951 and
5 until such” and by striking from line eight (8) of subsection
6 four (4) thereof the words “and one-half” and by inserting
7 before the period at the end of subsection four (4) thereof
8 the following: “but not exceeding three hundred dollars and
9 one percent per month on any part of the unpaid principal balance
10 of the loan in excess of three hundred dollars”.

1 Sec. 3. Section five hundred thirty-five point six
2 (535.6), Code 1950, is hereby amended by striking from line

3 eight (8) thereof the word "three" and by substituting in
4 lieu thereof the word "five".

1 Sec. 4. This Act shall not be construed so as to impair
2 or affect the obligation of any contract of loan lawfully
3 made prior to the effective date of this Act and shall not
4 impair any power, jurisdiction and authority now vested in
5 the state banking board under Chapter five hundred thirty-
6 six (536), Code 1950.