

**537.2403 Finance charge for consumer loans secured by a motor vehicle.**

1. A lender shall not contract for or receive a finance charge exceeding twenty-one percent per year on the unpaid balance of the amount financed for a loan of money secured by a certificate of title to a motor vehicle used for personal, family, or household purpose except as authorized under [chapter 536](#) or [536A](#). A consumer who is charged a finance charge in excess of the limitation in [this section](#) may seek any remedies available pursuant to [this chapter](#) for an excess charge.

2. It shall be a violation of [this section](#) and an unlawful practice under [section 714.16](#) to attempt to avoid application of [this section](#) by structuring a loan of money secured by a certificate of title to a motor vehicle as a sale, sale and repurchase, sale and lease, pawn, rental purchase, lease, or other type of transaction with the intent to avoid application of [this section](#) or any other applicable provision of [this chapter](#).

[2007 Acts, ch 26, §3](#)

Referred to in [§537.2401](#), [537.2402](#)