

REVENUE: No revenue impact

FISCAL: Minimal fiscal impact, no statement issued

Action: Do Pass as Amended and Be Printed Engrossed

Vote: 4 - 1 - 0

Yeas: Avakian, Gordly, Monroe, Prozanski

Nays: Beyer

Exc.: 0

Prepared By: Anna Braun, Administrator

Meeting Dates: 3/21, 5/23

WHAT THE MEASURE DOES: Extends the payday loan and title loan restrictions to out of state lenders. Creates a database to track payday and title loans. Allows fee to be charged to consumer for database access. Prohibits debt collection by lender unless licensed by the Department of Consumer and Business Services (DCBS). Declares an emergency, effective on passage.

ISSUES DISCUSSED:

- SB 1105
- Use of database

EFFECT OF COMMITTEE AMENDMENT: Clarifies that lenders are not prevented from recovering fees from a loan default and allows DCBS to create the database but does not require it combined with a conflict amendment that removes a conflict between HB 2203 and HB 2204.

BACKGROUND: This bill is a continuation and clarification of the payday loan bill, Senate Bill 1105, from the 2006 special session. HB 2203-B creates protections for consumers residing in Oregon that receive payday loans over the internet, mail, telephone or by other out of state institutions. House Bill 2203-B allows but does not require DCBS to contract with a database provider to ensure lenders are complying with statute.