

# House Bill 2798

Sponsored by Representative DOHERTY

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Modifies percentage rate and amount of fees that pawnbroker may charge for storage and setup in connection with pledge loans.

## A BILL FOR AN ACT

1  
2 Relating to fees that a state licensed pawnbroker may charge a pledgor; creating new provisions;  
3 and amending ORS 726.390.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 726.390 is amended to read:

6 726.390. (1)(a) **Except as provided in paragraph (b) of this subsection**, a pawnbroker may not  
7 charge, contract for or receive interest at a rate in excess of three percent per month.

8 (b) [*However,*] **A pawnbroker may charge one month's interest or \$3** on pledge loans re-  
9 deemed within the first month [*the pawnbroker may charge a month's interest or the pawnbroker may*  
10 *charge \$3 when the*] **if** interest accumulated amounts to less. The pawnbroker may not compound the  
11 interest and may not deduct or receive an amount in advance.

12 (2) A pawnbroker may charge a set-up fee of 10 percent for loans and loan renewals with a  
13 minimum charge of \$2 and a maximum charge of [*\$100*] **\$250**.

14 (3) A pawnbroker may charge a storage fee of not more than [*three*] **five** percent for loans and  
15 loan renewals, with a minimum charge of \$2 and a maximum charge of [*\$100*] **\$250**.

16 (4) Except as provided by law, a pawnbroker may not charge, contract for or receive an amount  
17 in addition to the interest provided for in this section.

18 **SECTION 2. The amendments to ORS 726.390 by section 1 of this 2015 Act apply to pledge**  
19 **loans that a pawnbroker makes on or after the effective date of this 2015 Act.**

20

---

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.