

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-4056/P1dn
ARG:cjs:jf

January 29, 2014

Please review the attached draft carefully to ensure that it is consistent with your intent.

This is a redraft of 2011 SB-99 (LRB-1974). The 2011 Budget Act was enacted after I drafted 2011 LRB-1974 and provisions in the Budget Act require me to make certain changes in the analysis (but not in the text) of this redraft. Most notably, the 2011 Budget Act lifted the ban on payday lenders imposing interest after loan maturity and instead allowed them to impose post-maturity interest not exceeding 2.75 percent per month. See s. 138.14 (10) (a) 2., stats. I believe this equates to an annual interest rate of 33 percent. Because this interest rate is less than the 36 percent interest rate cap under this bill, I have not made any changes to s. 138.14 (10) (a) 2. in this redraft.

Please let me know if you would like any changes made to the attached draft or if you have any questions. If the attached draft meets with your approval, let me know and I will convert it to an introducible “/1” draft.

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