

One Hundred Fifth Legislature - First Session - 2017

Introducer's Statement of Intent

LB286

Chairperson: Senator Brett Lindstrom

Committee: Banking, Commerce and Insurance

Date of Hearing: February 21, 2017

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB286 would create a Flexible Credit Loan option to serve consumers financial needs. Gives consumers maximum flexibility to access a wide range of loan amounts up to \$2,500. Loan payments are spaced out equally, with a maximum term of 24 months, based on the consumers needs. Fees are capped at 18% percent per month. The balance on a Flexible Credit Loan may be repaid in full at any time, without penalty. There are Strong Consumer Protections included such as a limit of one outstanding Flexible Credit Loan at a time; enhanced disclosure for maximum transparency; and licensing, oversight and examination by the state.

Principal Introducer: _____

Senator Joni Craighead