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original contract rate. Remember this operates on a prepayment. We are putting in the APR. I don't know how much you people have followed this, but if you have, you'll understand this is probably one of the biggest concessions that could be granted by the small loan industry, and I urge you to adopt the amendment.

SPEAKER MARVEL: Is there any further discussion on amendment number (i)? Okay. Senator Nichol, do you wish to speak to amendment number (1)? Okay, the Chair recognizes Senator Nichol.

SENATOR NICHOL: Senator DeCamp and Mr. Chairman. Senator DeCamp, did you say that the first amendment did away with rule seventy-eight?

SENATOR DeCAMP: That is what I said, sir, yes, sir.

SENATOR NICHOL: Okay, thank you.

SPEAKER MARVEL: Are you...

SENATOR DeCAMP: Only with respect to small loan companies. That's all we're dealing with. This Legislature may use this as their incentive to do away with it with others, but that's not at issue.

SPEAKER MARVEL: Senator Dworak, do you wish to speak to DeCamp's amendment number (1)?

SENATOR DWORAK: Mr. President and colleagues, I just think we ought to be aware of what we're doing here. We are doing away with the rule of seventy-eights. We are not going to a contract rate of interest, however, which is pure interest. We are quite a bit away from that particular bench mark. We're at a APR actuarial point of interest, which still puts quite a bit of penalty into a loan...a deficiency loan or default loan, and I just think that that ought to be brought up, whether this body thinks that they should go to a pure straight contract rate of interest, which is what actually the money is earned and due, or we are going to a formula which still creates a penalty to the borrower at a, very possibly, a potential wind-fall to the loaner, so I just think that the body ought to be totally aware of that. I'd like to ask Senator DeCamp a question, if he'd yield.

SENATOR DeCAMP: Sure.

SENATOR DWORAK: Senator DeCamp, do you think it might be good