

SB2399



102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

SB2399

Introduced 2/26/2021, by Sen. Rachelle Crowe

SYNOPSIS AS INTRODUCED:

205 ILCS 670/1

from Ch. 17, par. 5401

Amends the Consumer Installment Loan Act. Makes a technical change in a Section concerning a license required to engage in the business of making loans of money in a principal amount not exceeding \$40,000.

LRB102 16014 BMS 21386 b

A BILL FOR

1 AN ACT concerning regulation.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Consumer Installment Loan Act is amended by
5 changing Section 1 as follows:

6 (205 ILCS 670/1) (from Ch. 17, par. 5401)

7 Sec. 1. License required to engage in business. No person,
8 partnership, association, limited liability company, or
9 corporation shall engage in the ~~the~~ business of making loans
10 of money in a principal amount not exceeding \$40,000, and
11 charge, contract for, or receive on any such loan a greater
12 rate of interest, discount, or consideration therefor than the
13 lender would be permitted by law to charge if he were not a
14 licensee hereunder, except as authorized by this Act after
15 first obtaining a license from the Director of Financial
16 Institutions (hereinafter called the Director). No licensee,
17 or employee or affiliate thereof, that is licensed under the
18 Payday Loan Reform Act shall obtain a license under this Act
19 except that a licensee under the Payday Loan Reform Act may
20 obtain a license under this Act for the exclusive purpose and
21 use of making title-secured loans, as defined in subsection
22 (a) of Section 15 of this Act and governed by Title 38, Section
23 110.300 of the Illinois Administrative Code. For the purpose

1 of this Section, "affiliate" means any person or entity that
2 directly or indirectly controls, is controlled by, or shares
3 control with another person or entity. A person or entity has
4 control over another if the person or entity has an ownership
5 interest of 25% or more in the other.

6 (Source: P.A. 96-936, eff. 3-21-11; 97-420, eff. 1-1-12.)