

By: Lucio III

H.B. No. 3419

Substitute the following for H.B. No. 3419:

By: Dean

C.S.H.B. No. 3419

A BILL TO BE ENTITLED

1 AN ACT
2 relating to increasing the maximum reference base amount for
3 certain consumer loans.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 342.251, Finance Code, is amended to
6 read as follows:

7 Sec. 342.251. MAXIMUM CASH ADVANCE. The maximum cash
8 advance of a loan made under this subchapter is an amount computed
9 under Subchapter C, Chapter 341, using the reference base amount of
10 \$100, except that for loans that are subject to Section 342.259 the
11 reference base amount is \$300 [~~\$200~~].

12 SECTION 2. Section 342.259(a), Finance Code, is amended to
13 read as follows:

14 (a) Instead of the charges authorized by Sections 342.201
15 and 342.252, a loan made under this subchapter with a maximum cash
16 advance computed under Subchapter C, Chapter 341, using a reference
17 base amount that is more than \$100 but not more than \$300 [~~\$200~~],
18 may provide for:

19 (1) an acquisition charge that is not more than \$10;
20 and

21 (2) an installment account handling charge that is not
22 more than the ratio of \$4 a month for each \$100 of cash advance.

23 SECTION 3. The changes in law made by this Act apply only to
24 a loan made on or after the effective date of this Act. A loan made

1 before the effective date of this Act is governed by the law in
2 effect on the date the loan was made, and the former law is
3 continued in effect for that purpose.

4 SECTION 4. This Act takes effect September 1, 2017.