

SB3577



103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

SB3577

Introduced 2/9/2024, by Sen. Mattie Hunter

SYNOPSIS AS INTRODUCED:

205 ILCS 670/17.5

Amends the Consumer Installment Loan Act. Provides that an entity licensed under the Act shall enter information regarding each loan that exceeds \$500 (rather than all loans) into the consumer reporting service database and shall follow the Department of Financial and Professional Regulation's related rules. Effective immediately.

LRB103 38144 RTM 68276 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 17.5 as follows:

6 (205 ILCS 670/17.5)

7 Sec. 17.5. Consumer reporting service.

8 (a) For the purpose of this Section, "certified database"
9 means the consumer reporting service database established
10 pursuant to the Payday Loan Reform Act. "Title-secured loan"
11 means a loan in which, at commencement, a consumer provides to
12 the licensee, as security for the loan, physical possession of
13 the consumer's title to a motor vehicle.

14 (b) Licensees shall enter information regarding each loan
15 that exceeds \$500 into the certified database and shall follow
16 the Department's related rules.

17 (c) For every title-secured loan made, the licensee shall
18 input information as provided in 38 Ill. Adm. Code 110.420.

19 (d) The certified database provider shall indemnify the
20 licensee against all claims and actions arising from illegal
21 or willful or wanton acts on the part of the certified database
22 provider. The certified database provider may charge a fee not
23 to exceed \$1 for each loan entered into the certified

1 database. The database provider shall not charge any
2 additional fees or charges to the licensee.

3 (Source: P.A. 101-658, eff. 3-23-21.)

4 Section 99. Effective date. This Act takes effect upon
5 becoming law.