

1 AN ACT concerning lending.

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

4 Section 5. The Illinois Fairness in Lending Act is  
5 amended by changing Section 2 as follows:

6 (815 ILCS 120/2) (from Ch. 17, par. 852)

7 Sec. 2. As used in this Act:

8 (a) "Financial Institution" means any bank, credit  
9 union, insurance company, mortgage banking company, savings  
10 bank, or savings and loan association which operates or has a  
11 place of business in this State.

12 (b) "Person" means any natural person.

13 (c) "Varying the terms of a loan" includes, but is not  
14 limited to the following practices:

15 (1) Requiring a greater than average down payment  
16 than is usual for the particular type of a loan involved.

17 (2) Requiring a shorter period of amortization than  
18 is usual for the particular type of loan involved.

19 (3) Charging a higher interest rate than is usual  
20 for the particular type of loan involved.

21 (4) An underappraisal of real estate or other item  
22 of property offered as security.

23 (Source: P.A. 81-1391.)

24 Section 99. Effective date. This Act takes effect upon  
25 becoming law.