

# Credit Access Business Ordinance



City of Bryan Ordinance #2032  
City of College Station Ordinance #3556



## Overview:

AUTO TITLE LOANS



PAY DAY LOANS

- CAB must apply for certificate of registration from City of location.
- Ordinance effective dates: August 1, 2014 in Bryan and August 27, 2014 in College Station.
- CAB must maintain records of all loans made for three years, making them available to inspection upon request.
- Amount of payday loan cannot exceed 20% of monthly gross income.
- Amount of auto title loan cannot exceed the lesser of 3% of borrowers annual income or 70% of value of the vehicle.
- Installment loans may not have more than 4 installments - 25% of each installment must be used to repay principal amount of loan.
- No renewals or refinancing of installment-payment loans are permitted.
- Loans with single lump sum repayments may not be refinanced or renewed more than 3 times-proceeds from each refinance must pay at least 25% of loan principal.
- CAB is required to provide extension of credit agreement in consumer's language of preference.
- CAB must provide borrowers with referral sheet to consumer credit counseling agencies and other financial education.
- Not more than \$500 fine for each offense.