

Act No. 109 (S.223). Banking; lending; pensions

An act relating to regulating the making of pension loans

This act seeks to regulate lending transactions that offer an up-front payment to a person who is receiving, or will receive, a pension, in exchange for the right to receive a portion of that person's pension payments. The act defines such transactions as engaging in the business of making loans. As a result, lenders offering these transactions must obtain a license from, and are subject to the oversight of, the Department of Financial Regulation (DFR). Any lender who fails to obtain a license from DFR may be in violation of the consumer protection laws contained in Title 9.

Effective Date: July 1, 2014