
By Mr. Normandin of New Bedford, petition of Leo J. Normandin for regulating further the rate of interest on certain small loans. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Fifty-Five.

AN ACT FURTHER REGULATING THE RATE OF INTEREST ON CERTAIN SMALL LOANS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 140 of the General Laws, as
2 most recently amended by chapter 174 of the acts of
3 1946, is hereby further amended by striking out section
4 100, and inserting in place thereof the following sec-
5 tion: —

6 *Section 100.* He shall establish the rate of interest to
7 be collected, and in fixing said rate shall have due regard
8 to the amount of the loan, and the nature of the security,
9 and the time for which the loan is made; but the total
10 amount to be paid on any loan for interest and expenses
11 shall not, in the aggregate, exceed an amount equivalent
12 to one and one half per cent per month for a period ter-
13 minating not later than one year after maturity, and to
14 six per cent per annum after the termination of said year,
15 on the amount actually received by the borrower, com-
16 puted on unpaid balances; and no licensee or company
17 or association to which sections ninety-six to one hun-
18 dred and twelve, inclusive, apply shall charge or receive
19 upon any loan a greater rate of interest than that fixed
20 by the commissioner. No charge, bonus fee, expense or
21 demand of any nature whatsoever, except as above pro-

22 vided, shall be made upon loans to which said sections
23 relate.

1 SECTION 2. This act shall not affect any loan made
2 prior to the time at which any new rate of interest estab-
3 lished under authority thereof becomes effective.