

Second Regular Session
Seventieth General Assembly
STATE OF COLORADO

INTRODUCED

LLS NO. 16-1224.01 Yelana Love x2295

SENATE BILL 16-185

SENATE SPONSORSHIP

Scott,

HOUSE SPONSORSHIP

Melton,

Senate Committees
Finance

House Committees

A BILL FOR AN ACT

101 CONCERNING THE ALLOWABLE FINANCE CHARGE FOR CERTAIN
102 CONSUMER CREDIT TRANSACTIONS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://www.leg.state.co.us/billsummaries>.)

Current law limits the permissible finance charge on certain supervised loans and consumer credit sales based on the unpaid balances of the amounts financed. The amounts financed were established in statute in 2000.

The bill requires the administrator to make an initial adjustment of the amounts financed for inflation and then continue to adjust the

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

amounts annually by January 1 of each year.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 5-2-201, **add** (9) as
3 follows:

4 **5-2-201. Finance charge for consumer credit transactions.**

5 (9) NOT LATER THAN JANUARY 1, 2017, THE ADMINISTRATOR SHALL
6 ADJUST THE DOLLAR AMOUNTS IN PARAGRAPH (a) OF SUBSECTION (2) OF
7 THIS SECTION TO ACCOUNT FOR INFLATION FROM 2000 TO 2017 AND SHALL
8 ANNUALLY ADJUST FOR INFLATION EACH JANUARY 1 THEREAFTER. THE
9 ADMINISTRATOR SHALL MAKE THE ADJUSTMENTS BASED ON THE
10 CONSUMER PRICE INDEX FOR THE DENVER-BOULDER-GREELEY
11 METROPOLITAN STATISTICAL AREA.

12 **SECTION 2. Act subject to petition - effective date.** This act
13 takes effect at 12:01 a.m. on the day following the expiration of the
14 ninety-day period after final adjournment of the general assembly (August
15 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a
16 referendum petition is filed pursuant to section 1 (3) of article V of the
17 state constitution against this act or an item, section, or part of this act
18 within such period, then the act, item, section, or part will not take effect
19 unless approved by the people at the general election to be held in
20 November 2016 and, in such case, will take effect on the date of the
21 official declaration of the vote thereon by the governor.