



January 29, 2019

OHIO H.B. NO. 123 AMENDMENTS APPLY TO LOANS MADE BEGINNING APRIL 27, 2019

Ohio H.B. No. 123 was effective October 29, 2018 and applies to loans made on or after April 27, 2019. The majority of the bill amends the Ohio Short-Term Loan Act, however the bill enacts new sections in the existing Small Loan Act, Mortgage Loan Act (renamed the General Loan Law) and Credit Services Organization Act.

Small Loan Act

A licensee shall not make a loan under that meets either of the following conditions:

- (1) The amount of the loan is \$1,000 or less.
- (2) The loan has a duration of one year or less.

General Loan Law

A registrant shall not make a loan under that meets either of the following conditions:

- (1) The amount of the loan is \$1,000 or less.
- (2) The loan has a duration of one year or less.

Credit Services Organization Act

No credit services organization shall sell, provide or perform credit services in connection with an extension of credit that meets any of the following conditions:

- (1) The amount of credit is less than \$5,000.
- (2) The repayment term is one year or less.
- (3) The annual percentage rate exceeds 28%.

Depending on existing programs, these amendments may require changes to loan amounts and terms. Please contact us with questions. ☐

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