

**Senator Curtis S. Bramble** proposes the following substitute bill:

**CONSUMER LENDING AMENDMENTS**

2020 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: Brad M. Daw**

Senate Sponsor: Curtis S. Bramble

Cosponsor: Melissa G. Ballard

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**LONG TITLE**

**General Description:**

This bill amends Title 7, Chapter 23, Check Cashing and Deferred Deposit Lending Registration Act, Title 12, Collection Agencies, and Title 78B, Chapter 6, Part 3, Contempt.

**Highlighted Provisions:**

This bill:

- ▶ amends registration requirements for deferred deposit lenders;
- ▶ amends reporting requirements for deferred deposit lenders;
- ▶ amends operational requirements for deferred deposit lenders;
- ▶ amends reporting requirements for the Commissioner of Financial Institutions

regarding deferred deposit lenders;

- ▶ amends provisions relating to bail bonds;
- ▶ amends provisions related to damages to party aggrieved;
- ▶ permits a third party debt collection agency that accepts a financial transaction card

for the transaction of business to charge a convenience fee under certain conditions;

and



25           ▶ makes technical and conforming changes.

26 **Money Appropriated in this Bill:**

27           None

28 **Other Special Clauses:**

29           This bill provides a coordination clause.

30 **Utah Code Sections Affected:**

31 AMENDS:

32           **7-23-201**, as last amended by Laws of Utah 2017, Chapter 37

33           **7-23-401**, as last amended by Laws of Utah 2017, Chapter 37

34           **7-23-503**, as last amended by Laws of Utah 2012, Chapter 323

35           **12-1-11**, as enacted by Laws of Utah 2010, Chapter 350

36           **78B-6-306**, as last amended by Laws of Utah 2014, Chapter 268

37           **78B-6-311**, as last amended by Laws of Utah 2014, Chapter 268

38 **Utah Code Sections Affected by Coordination Clause:**

39           **13-38a-401**, Utah Code Annotated 1953



41 *Be it enacted by the Legislature of the state of Utah:*

42           Section 1. Section **7-23-201** is amended to read:

43           **7-23-201. Registration -- Rulemaking.**

44           (1) (a) It is unlawful for a person to engage in the business of cashing checks or the  
45 business of deferred deposit lending in Utah or with a Utah resident unless the person:

46           (i) registers with the department in accordance with this chapter; and

47           (ii) maintains a valid registration.

48           (b) It is unlawful for a person to operate a mobile facility in this state to engage in the  
49 business of:

50           (i) cashing checks; or

51           (ii) deferred deposit lending.

52           (c) An officer or employee of a person required to register under Subsection (1)(a) is  
53 not required to register if the person for whom the individual is an officer or employee is  
54 registered.

55           (2) (a) A registration and a renewal of a registration expires on December 31 of each

56 year unless on or before that date the person renews the registration.

57 (b) To register under this section, a person shall:

58 (i) pay an original registration fee established under Subsection 7-1-401(8);

59 (ii) submit a registration statement containing the information described in Subsection  
60 (2)(d);

61 (iii) submit evidence satisfactory to the commissioner that the person is authorized to  
62 conduct business in this state as a domestic or foreign entity pursuant to filings with the  
63 Division of Corporations and Commercial Code under Title 16, Corporations, or Title 48,  
64 Unincorporated Business Entity Act; and

65 (iv) if the person engages in the business of deferred deposit lending, submit evidence  
66 satisfactory to the commissioner that the person is registered with the nationwide database.

67 (c) To renew a registration under this section, a person shall:

68 (i) pay the annual fee established under Subsection 7-1-401(5);

69 (ii) submit a renewal statement containing the information described in Subsection  
70 (2)(d);

71 (iii) submit evidence satisfactory to the commissioner that the person is authorized to  
72 conduct business in this state as a domestic or foreign entity pursuant to filings with the  
73 Division of Corporations and Commercial Code under Title 16, Corporations, or Title 48,  
74 Unincorporated Business Entity Act;

75 (iv) if the person engages in the business of deferred deposit lending, submit evidence  
76 satisfactory to the commissioner that the person is registered with the nationwide database; and

77 (v) if the person engages in the business of deferred deposit lending, submit an  
78 operations statement containing the information described in ~~Subsection~~ Subsections (2)(e)  
79 and (f).

80 (d) A registration or renewal statement shall state:

81 (i) the name of the person;

82 (ii) the name in which the business will be transacted if different from that required in  
83 Subsection (2)(d)(i);

84 (iii) the address of the person's principal business office, which may be outside this  
85 state;

86 (iv) the addresses of all offices in this state at which the person conducts the business

87 of:

88 (A) cashing checks; or

89 (B) deferred deposit lending;

90 (v) if the person conducts the business of cashing checks or the business of deferred  
91 deposit lending in this state but does not maintain an office in this state, a brief description of  
92 the manner in which the business is conducted;

93 (vi) the name and address in this state of a designated agent upon whom service of  
94 process may be made;

95 (vii) whether there is a conviction of a crime:

96 (A) involving an act of fraud, dishonesty, breach of trust, or money laundering; and

97 (B) with respect to that person, an officer, director, manager, operator, or principal of  
98 that person, or an employee of that person engaged in the business described in this chapter;  
99 and

100 (viii) any other information required by the rules of the department.

101 (e) An operations statement required for a deferred deposit lender to renew a  
102 registration shall state for the immediately preceding calendar year:

103 (i) the average principal amount of the deferred deposit loans extended by the deferred  
104 deposit lender;

105 (ii) for deferred deposit loans paid in full, the average number of days a deferred  
106 deposit loan is outstanding for the duration of time that interest is charged;

107 [~~(iii) the minimum and maximum dollar amount of interest and fees charged by the~~  
108 ~~deferred deposit lender for a deferred deposit loan of \$100 with a loan term of seven days;]~~

109 [~~(iv)~~] (iii) the total number of deferred deposit loans rescinded by the deferred deposit  
110 lender at the request of the customer pursuant to Subsection 7-23-401(3)(b);

111 [~~(v)~~] (iv) of the persons to whom the deferred deposit lender extended a deferred  
112 deposit loan, the percentage that entered into an extended payment plan under Section  
113 7-23-403;

114 [~~(vi)~~] (v) the total dollar amount of deferred deposit loans rescinded by the deferred  
115 deposit lender at the request of the customer pursuant to Subsection 7-23-401(3)(b);

116 [~~(vii)~~] (vi) the average annual percentage rate charged on deferred deposit loans;

117 (vii) the range of annual percentage rates charged on deferred deposit loans;

118 (viii) the average dollar amount of extended payment plans entered into under Section  
119 7-23-403 by the deferred deposit lender;

120 (ix) the number of deferred deposit loans carried to the maximum 10 weeks after the  
121 day on which the deferred deposit loan is extended;

122 (x) the total dollar amount of deferred deposit loans carried to the maximum 10 weeks  
123 after the day on which the deferred deposit loan is extended;

124 (xi) the number of deferred deposit loans not paid in full at the end of 10 weeks after  
125 the day on which the deferred deposit loan is extended;

126 (xii) the total dollar amount of deferred deposit loans not paid in full at the end of 10  
127 weeks after the day on which the deferred deposit loan is extended;

128 (xiii) the percentage of deferred deposit loans against which the deferred deposit lender  
129 initiates civil action to collect on the deferred deposit loan; and

130 (xiv) for the civil actions described in Subsection (2)(e)(xiii), the percentage of those  
131 civil actions whose deferred deposit loans have the following payment history:

132 (A) no payments;

133 (B) one payment;

134 (C) two payments;

135 (D) three payments;

136 (E) four payments;

137 (F) five payments;

138 (G) six payments;

139 (H) seven payments;

140 (I) eight payments;

141 (J) nine payments; and

142 (K) 10 or more payments.

143 (f) In addition to the information in Subsection (2)(e), an operations statement required  
144 for a deferred deposit lender to renew a registration shall state for the immediately preceding  
145 calendar year:

146 (i) the total number of deferred deposit loans extended by the deferred deposit lender;

147 (ii) the total dollar amount of deferred deposit loans extended by the deferred deposit  
148 lender;

149 (iii) the total number of individuals to whom the deferred deposit lender extended a  
150 deferred deposit loan; and

151 (iv) the percentage of deferred deposit loans not repaid according to the terms of the  
152 loan.

153 ~~[(f)]~~ (g) The commissioner may by rule, made in accordance with Title 63G, Chapter 3,  
154 Utah Administrative Rulemaking Act, provide for the transition of persons registering with the  
155 nationwide database.

156 (3) (a) Information provided by a deferred deposit lender under [Subsection]  
157 Subsections (2)(e) and (f) is:

158 ~~[(a)]~~ (i) confidential in accordance with Section 7-1-802; and

159 ~~[(b)]~~ (ii) not subject to Title 63G, Chapter 2, Government Records Access and  
160 Management Act.

161 (b) The department shall:

162 (i) only use information a deferred deposit lender provides to the department under  
163 Subsection (2)(f) to determine compliance with this chapter; and

164 (ii) delete or otherwise destroy information a deferred deposit lender provides to the  
165 department under Subsection (2)(f) within two years after the day on which the deferred  
166 deposit lender provides the information.

167 (4) (a) The commissioner may impose an administrative fine determined under  
168 Subsection (4)(b) on a person if:

169 (i) the person is required to be registered under this chapter;

170 (ii) the person fails to register or renew a registration in accordance with this chapter;

171 (iii) the department notifies the person that the person is in violation of this chapter for  
172 failure to be registered; and

173 (iv) the person fails to register within 30 days after the day on which the person  
174 receives the notice described in Subsection (4)(a)(iii).

175 (b) Subject to Subsection (4)(c), the administrative fine imposed under this section is:

176 (i) \$500 if the person:

177 (A) has no office in this state at which the person conducts the business of:

178 (I) cashing checks; or

179 (II) deferred deposit lending; or

180 (B) has one office in this state at which the person conducts the business of:  
181 (I) cashing checks; or  
182 (II) deferred deposit lending; or  
183 (ii) if the person has two or more offices in this state at which the person conducts the  
184 business of cashing checks or the business of deferred deposit lending, \$500 for each office at  
185 which the person conducts the business of:  
186 (A) cashing checks; or  
187 (B) deferred deposit lending.  
188 (c) The commissioner may reduce or waive a fine imposed under this Subsection (4) if  
189 the person shows good cause.  
190 (5) If the information in a registration, renewal, or operations statement required under  
191 Subsection (2) becomes inaccurate after filing, a person is not required to notify the department  
192 until:  
193 (a) that person is required to renew the registration; or  
194 (b) the department specifically requests earlier notification.  
195 (6) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the  
196 department may make rules consistent with this section providing for:  
197 (a) the form, content, and filing of a registration and renewal statement described in  
198 Subsection (2)(d); and  
199 (b) the form and filing of an operations statement described in Subsection (2)(e).  
200 (7) A deferred deposit loan that is made by a person who is required to be registered  
201 under this chapter but who is not registered is void, and the person may not collect, receive, or  
202 retain any principal or other interest or fees in connection with the deferred deposit loan.  
203 (8) (a) At the time a person registers under this section, the person shall disclose a  
204 conviction of a crime described in Subsection (2)(d)(vii) that is:  
205 (i) known to the person; or  
206 (ii) included in:  
207 (A) a Utah Bureau of Criminal Identification report; or  
208 (B) a background check acceptable to the department that provides information similar  
209 to a Utah Bureau of Criminal Identification report.  
210 (b) To comply with Subsection (8)(a), a person registered under this chapter shall, for

211 each individual described in Subsection (2)(d)(vii):

212 (i) obtain a Utah Bureau of Criminal Identification report; or

213 (ii) conduct a background check acceptable to the commissioner that provides  
214 information similar to a Utah Bureau of Criminal Identification report.

215 (c) A person registered under this section shall keep a record of the information  
216 described in Subsection (8)(b) for the time period required by the department by rule made in  
217 accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.

218 Section 2. Section **7-23-401** is amended to read:

219 **7-23-401. Operational requirements for deferred deposit loans.**

220 (1) If a deferred deposit lender extends a deferred deposit loan, the deferred deposit  
221 lender shall:

222 (a) post in a conspicuous location on its premises that can be viewed by a person  
223 seeking a deferred deposit loan:

224 (i) a complete schedule of any interest or fees charged for a deferred deposit loan that  
225 states the interest and fees using dollar amounts;

226 (ii) a number the person can call to make a complaint to the department regarding the  
227 deferred deposit loan; and

228 (iii) a list of states where the deferred deposit lender is registered or authorized to offer  
229 deferred deposit loans through the Internet or other electronic means;

230 (b) enter into a written contract for the deferred deposit loan;

231 (c) conspicuously disclose in the written contract:

232 (i) that under Subsection (3)(a), a person receiving a deferred deposit loan may make a  
233 partial payment in increments of at least \$5 on the principal owed on the deferred deposit loan  
234 without incurring additional charges above the charges provided in the written contract;

235 (ii) that under Subsection (3)(b), a person receiving a deferred deposit loan may rescind  
236 the deferred deposit loan on or before 5 p.m. of the next business day without incurring any  
237 charges;

238 (iii) that under Subsection (4)(b), the deferred deposit loan may not be rolled over  
239 without the person receiving the deferred deposit loan requesting the rollover of the deferred  
240 deposit loan;

241 (iv) that under Subsection (4)(c), the deferred deposit loan may not be rolled over if the



242 rollover requires the person to pay the amount owed by the person under the deferred deposit  
243 loan in whole or in part more than 10 weeks after the day on which the deferred deposit loan is  
244 executed; and

245 (v) (A) the name and address of a designated agent required to be provided the  
246 department under Subsection 7-23-201(2)(d)(vi); and

247 (B) a statement that service of process may be made to the designated agent;

248 (d) provide the person seeking the deferred deposit loan:

249 (i) a copy of the written contract described in Subsection (1)(c); and

250 (ii) written notice that the person seeking the deferred deposit loan is eligible to enter  
251 into an extended payment plan described in Section 7-23-403;

252 (e) orally review with the person seeking the deferred deposit loan the terms of the  
253 deferred deposit loan including:

254 (i) the amount of any interest rate or fee;

255 (ii) the date on which the full amount of the deferred deposit loan is due;

256 (iii) that under Subsection (3)(a), a person receiving a deferred deposit loan may make  
257 a partial payment in increments of at least \$5 on the principal owed on the deferred deposit  
258 loan without incurring additional charges above the charges provided in the written contract;

259 (iv) that under Subsection (3)(b), a person receiving a deferred deposit loan may  
260 rescind the deferred deposit loan on or before 5 p.m. of the next business day without incurring  
261 any charges;

262 (v) that under Subsection (4)(b), the deferred deposit loan may not be rolled over  
263 without the person receiving the deferred deposit loan requesting the rollover of the deferred  
264 deposit loan; and

265 (vi) that under Subsection (4)(c), the deferred deposit loan may not be rolled over if the  
266 rollover requires the person to pay the amount owed by the person under the deferred deposit  
267 loan in whole or in part more than 10 weeks after the day on which the deferred deposit loan is  
268 executed;

269 (f) comply with the following as in effect on the date the deferred deposit loan is  
270 extended:

271 (i) Truth in Lending Act, 15 U.S.C. Sec. 1601 et seq., and its implementing federal  
272 regulations;

273 (ii) Equal Credit Opportunity Act, 15 U.S.C. Sec. 1691, and its implementing federal  
274 regulations;

275 (iii) Bank Secrecy Act, 12 U.S.C. Sec. 1829b, 12 U.S.C. Sec. 1951 through 1959, and  
276 31 U.S.C. Sec. 5311 through 5332, and its implementing regulations; and

277 (iv) Title 70C, Utah Consumer Credit Code;

278 (g) in accordance with Subsection (6), make an inquiry to determine whether a person  
279 attempting to receive a deferred deposit loan has the ability to repay the deferred deposit loan  
280 in the ordinary course, which may include rollovers or extended payment plans as allowed  
281 under this chapter;

282 (h) in accordance with Subsection (7), receive a signed acknowledgment from a person  
283 attempting to receive a deferred deposit loan that the person has the ability to repay the  
284 deferred deposit loan, which may include rollovers or extended payment plans as allowed by  
285 this chapter; and

286 (i) report the original loan amount, payment in full, or default of a deferred deposit  
287 loan to a consumer reporting agency, as defined in 15 U.S.C. Sec. 1681a, in accordance with  
288 procedures established by the consumer reporting agency.

289 (2) If a deferred deposit lender extends a deferred deposit loan through the Internet or  
290 other electronic means, the deferred deposit lender shall provide the information described in  
291 Subsection (1)(a) to the person receiving the deferred deposit loan:

292 (a) in a conspicuous manner; and

293 (b) prior to the person entering into the deferred deposit loan.

294 (3) A deferred deposit lender that engages in a deferred deposit loan shall permit a  
295 person receiving a deferred deposit loan to:

296 (a) make partial payments in increments of at least \$5 on the principal owed on the  
297 deferred deposit loan at any time prior to maturity without incurring additional charges above  
298 the charges provided in the written contract; and

299 (b) rescind the deferred deposit loan without incurring any charges by returning the  
300 deferred deposit loan amount to the deferred deposit lender on or before 5 p.m. the next  
301 business day following the deferred deposit loan transaction.

302 (4) A deferred deposit lender that engages in a deferred deposit loan may not:

303 (a) collect additional interest on a deferred deposit loan with an outstanding principal

304 balance 10 weeks after the day on which the deferred deposit loan is executed;

305 (b) roll over a deferred deposit loan without the person receiving the deferred deposit  
306 loan requesting the rollover of the deferred deposit loan;

307 (c) roll over a deferred deposit loan if the rollover requires a person to pay the amount  
308 owed by the person under a deferred deposit loan in whole or in part more than 10 weeks from  
309 the day on which the deferred deposit loan is first executed;

310 (d) extend a new deferred deposit loan to a person on the same business day that the  
311 person makes a payment on another deferred deposit loan if:

312 (i) the payment results in the principal of that deferred deposit loan being paid in full;  
313 and

314 (ii) the combined terms of the original deferred deposit loan and the new deferred  
315 deposit loan total more than 10 weeks of consecutive interest;

316 (e) avoid the limitations of Subsections (4)(a) and (4)(c) by extending a new deferred  
317 deposit loan whose proceeds are used to satisfy or refinance any portion of an existing deferred  
318 deposit loan;

319 (f) threaten to use or use the criminal process in any state to collect on the deferred  
320 deposit loan;

321 (g) in connection with the collection of money owed on a deferred deposit loan,  
322 communicate with a person who owes money on a deferred deposit loan at the person's place of  
323 employment if the person or the person's employer communicates, orally or in writing, to the  
324 deferred deposit lender that the person's employer prohibits the person from receiving these  
325 communications; [~~or~~]

326 (h) modify by contract the venue provisions in Title 78B, Chapter 3, Actions and  
327 Venue[~~;~~]; or

328 (i) avoid the requirements of Subsection 7-23-403(1)(c) by extending an  
329 interest-bearing loan within seven calendar days before the day on which the 10-week period  
330 ends.

331 (5) Notwithstanding Subsections (4)(a) and (f), a deferred deposit lender that is the  
332 holder of a check used to obtain a deferred deposit loan that is dishonored may use the  
333 remedies and notice procedures provided in Chapter 15, Dishonored Instruments, except that  
334 the issuer, as defined in Section 7-15-1, of the check may not be:

335 (a) asked by the holder to pay the amount described in Subsection 7-15-1(6)(a)(iii) as a  
336 condition of the holder not filing a civil action; or

337 (b) held liable for the damages described in Subsection 7-15-1(7)(b)(vi).

338 (6) (a) The inquiry required by Subsection (1)(g) applies solely to the initial period of a  
339 deferred deposit loan transaction with a person and does not apply to any rollover or extended  
340 payment plan of a deferred deposit loan.

341 (b) Subject to Subsection (6)(c), a deferred deposit lender is in compliance with  
342 Subsection (1)(g) if the deferred deposit lender, at the time of the initial period of the deferred  
343 deposit loan transaction:

344 (i) obtains one of the following regarding the person seeking the deferred deposit loan:

345 (A) a consumer report, as defined in 15 U.S.C. Sec. 1681a, from a consumer reporting  
346 agency, as defined in 15 U.S.C. Sec. 1681a; or

347 (B) written proof or verification of income from the person seeking the deferred  
348 deposit loan; or

349 (ii) relies on the prior repayment history with the deferred deposit lender from the  
350 records of the deferred deposit lender.

351 (c) If a person seeking a deferred deposit loan has not previously received a deferred  
352 deposit loan from that deferred deposit lender, to be in compliance with Subsection (1)(g), the  
353 deferred deposit lender, at the time of the initial period of the deferred deposit loan transaction,  
354 shall obtain a consumer report, as defined in 15 U.S.C. Sec. 1681a, from a consumer reporting  
355 agency, as defined in 15 U.S.C. Sec. 1681a.

356 (7) A deferred deposit lender is in compliance with Subsection (1)(h) if the deferred  
357 deposit lender obtains from the person seeking the deferred deposit loan a signed  
358 acknowledgment that is in 14-point bold font, that the person seeking the deferred deposit loan  
359 has:

360 (a) reviewed the payment terms of the deferred deposit loan agreement;

361 (b) received a disclosure that a deferred deposit loan may not be rolled over if the  
362 rollover requires the person to pay the amount owed by the person under the deferred deposit  
363 loan in whole or in part more than 10 weeks after the day on which the deferred deposit loan is  
364 first executed;

365 (c) received a disclosure explaining the extended payment plan options; and

366 (d) acknowledged the ability to repay the deferred deposit loan in the ordinary course,  
367 which may include rollovers, or extended payment plans as allowed under this chapter.

368 (8) (a) Before initiating a civil action against a person who owes money on a deferred  
369 deposit loan, a deferred deposit lender shall provide the person at least [~~10~~] 30 days notice of  
370 default, describing that:

371 (i) the person must remedy the default; and

372 (ii) the deferred deposit lender may initiate a civil action against the person if the  
373 person fails to cure the default within the [~~10~~] 30-day period or through an extended payment  
374 plan meeting the requirements of Section 7-23-403.

375 (b) A deferred deposit lender may provide the notice required under this Subsection  
376 (8):

377 (i) by sending written notice to the address provided by the person to the deferred  
378 deposit lender;

379 (ii) by sending an electronic transmission to a person if electronic contact information  
380 is provided to the deferred deposit lender; or

381 (iii) pursuant to the Utah Rules of Civil Procedure.

382 (c) A notice under this Subsection (8), in addition to complying with Subsection (8)(a),  
383 shall:

384 (i) be in English, if the initial transaction is conducted in English;

385 (ii) state the date by which the person must act to enter into an extended payment plan;

386 (iii) explain the procedures the person must follow to enter into an extended payment  
387 plan;

388 (iv) subject to Subsection 7-23-403(7), if the deferred deposit lender requires the  
389 person to make an initial payment to enter into an extended payment plan:

390 (A) explain the requirement; and

391 (B) state the amount of the initial payment and the date the initial payment shall be  
392 made;

393 (v) state that the person has the opportunity to enter into an extended payment plan for  
394 a time period meeting the requirements of Subsection 7-23-403(2)(b); and

395 (vi) include the following amounts:

396 (A) the remaining balance on the original deferred deposit loan;

397 (B) the total payments made on the deferred deposit loan;

398 (C) any charges added to the deferred deposit loan amount allowed pursuant to this  
399 chapter; and

400 (D) the total amount due if the person enters into an extended payment plan.

401 Section 3. Section 7-23-503 is amended to read:

402 **7-23-503. Reporting by commissioner.**

403 (1) Subject to Subsection (2), as part of the commissioner's annual report to the  
404 governor and Legislature under Section 7-1-211, the commissioner shall report to the governor  
405 and Legislature on the operations on an aggregate basis of deferred deposit lenders operating in  
406 the state.

407 (2) In preparing the report required by Subsection (1), the commissioner:

408 (a) shall include in the report for the immediately preceding calendar year aggregate  
409 information from the one or more operations statements filed under Subsection 7-23-201(2)(e)  
410 by deferred deposit lenders for that calendar year;

411 (b) shall include in the report:

412 (i) the total number of written complaints concerning issues material to deferred  
413 deposit loan transactions received by the department in a calendar year from persons who have  
414 entered into a deferred deposit loan with a deferred deposit lender;

415 (ii) for deferred deposit lenders who are registered with the department:

416 (A) the number of the complaints described in Subsection (2)(b)(i) that the department  
417 considers resolved; and

418 (B) the number of the complaints described in Subsection (2)(b)(i) that the department  
419 considers unresolved; and

420 (iii) for deferred deposit lenders who are not registered with the department:

421 (A) the number of the complaints described in Subsection (2)(b)(i) that the department  
422 considers resolved; and

423 (B) the number of the complaints described in Subsection (2)(b)(i) that the department  
424 considers unresolved; ~~and~~

425 (c) may not include in the report information from an operations statement filed with  
426 the department that could identify a specific deferred deposit lender[-]; and

427 (d) may not include in the report information from an operations statement filed under

428 Subsection 7-23-201(2)(f).

429 Section 4. Section 12-1-11 is amended to read:

430 **12-1-11. Collection fee -- Convenience fees.**

431 (1) As used in this section:

432 (a) "Creditor" is as defined in 15 U.S.C. Sec. 1692a.

433 (b) "Debt" means an obligation or alleged obligation to pay money arising out of a  
434 transaction for money, property, insurance, or services.

435 (c) "Debtor" means a person obligated or allegedly obligated to pay a debt.

436 (d) "Financial transaction card" means the same as that term is defined in Section  
437 13-38a-102.

438 [~~(d)~~] (e) "Third party debt collection agency" means:

439 (i) a debt collector as defined in 15 U.S.C. Sec. 1692a; or

440 (ii) a person who would be a debt collector under 15 U.S.C. Sec. 1692a, except that the  
441 person does not use an instrumentality of interstate commerce or the mail.

442 (2) (a) A creditor may require a debtor to pay a collection fee in addition to any other  
443 amount owed to the creditor for a debt if:

444 [~~(a)~~] (i) imposing a collection fee on the debtor or in relation to the debt is not  
445 prohibited or otherwise restricted by another federal or state law;

446 [~~(b)~~] (ii) the creditor contracts with a third party debt collection agency or licensed  
447 attorney to collect the debt;

448 [~~(c)~~] (iii) the third party debt collection agency with which the creditor contracts is  
449 registered under this title;

450 [~~(d)~~] (iv) there is a written agreement between the creditor and the debtor that:

451 [~~(i)~~] (A) creates the debt; and

452 [~~(ii)~~] (B) provides for the imposition of the collection fee in accordance with this  
453 section; and

454 [~~(e)~~] (v) the obligation to pay the collection fee is imposed at the time of assignment of  
455 the debt to a third party debt collection agency or licensed attorney in accordance with an  
456 agreement described in Subsection (2)[~~(d)~~] (a)(iv).

457 [~~(3)~~] (b) The creditor shall establish the amount of the collection fee imposed under  
458 this [~~section~~] Subsection (2), except that the amount may not exceed the lesser of:

459            ~~[(a)]~~ (i) the actual amount a creditor is required to pay a third party debt collection  
460 agency or licensed attorney, regardless of whether that amount is a specific dollar amount or a  
461 percentage of the principal amount owed to the creditor for a debt; or

462            ~~[(b)]~~ (ii) 40% of the principal amount owed to the creditor for a debt.

463            ~~[(4)]~~ (c) An obligation to pay a collection fee imposed under this ~~[section]~~ Subsection  
464 (2) is in addition to any obligation to pay attorney fees that may otherwise exist.

465            (3) (a) Subject to Subsection (3)(b), a third party debt collection agency that accepts a  
466 financial transaction card for the transaction of business may charge a convenience fee for a  
467 transaction processed over:

468            (i) the phone;

469            (ii) text or similar short message service; or

470            (iii) the Internet.

471            (b) Before a third party debt collection agency charges a convenience fee as described  
472 in Subsection (3)(a), the third party debt collection agency shall:

473            (i) clearly disclose to the debtor that the third party debt collection agency will charge  
474 the debtor a convenience fee, in a time and manner that allows the debtor to accept or reject the  
475 convenience fee;

476            (ii) disclose to the debtor the amount of the convenience fee; and

477            (iii) give the debtor an alternative payment method option for which a convenience fee  
478 does not apply.

479            Section 5. Section **78B-6-306** is amended to read:

480            **78B-6-306. Bail bond -- Form.**

481            ~~[(1)]~~ When a direction to allow the person arrested to post bail is contained in the  
482 warrant of attachment, the person shall be released if bond is posted and the person executes a  
483 written promise to appear on the return of the warrant, and abide by the order of the court or  
484 judge.

485            ~~[(2)]~~ Any bail posted is subject to the provisions of Section ~~78B-6-311.~~

486            Section 6. Section **78B-6-311** is amended to read:

487            **78B-6-311. Damages to party aggrieved.**

488            (1) If an actual loss or injury to a party in an action or special proceeding is caused by  
489 the contempt, the court~~[-]~~:



490           (a) in lieu of or in addition to the fine or imprisonment imposed for the contempt, may  
 491 order the person proceeded against to pay the party aggrieved a sum of money sufficient to  
 492 indemnify and satisfy the aggrieved party's costs and expenses[~~-. The court.~~]; and

493           (b) may order that any bail posted by the person proceeded against be used to satisfy all  
 494 or part of the money ordered to be paid to the aggrieved party.

495           (2) The order described in Subsection (1)(b), and the acceptance of money under [it]  
 496 the order, is a bar to an action by the aggrieved party for the loss and injury.

497           ~~[(2) A judgment creditor may request that the court pay bail posted by a judgment  
 498 debtor to the judgment creditor if:]~~

499           ~~[(a) the judgment debtor owes the judgment creditor funds pursuant to a court-ordered  
 500 judgment;]~~

501           ~~[(b) the judgment creditor provides the court with a copy of the valid judgment; and]~~

502           ~~[(c) bail was posted in cash, or by credit or debit card.]~~

503           ~~[(3) Upon receipt of a request by a judgment creditor, the court shall require the  
 504 judgment debtor to provide either proof of payment or good cause why the court should not  
 505 order the forfeiture of bail to then be paid to the judgment creditor. The court shall find that  
 506 good cause exists if the judgment debtor provides admissible evidence that the bail was paid by  
 507 a third party.]~~

508           ~~[(4) The court may, in its discretion, order all or a portion of the funds deposited with  
 509 the court as bail to be paid to the judgment creditor towards the amount of the judgment. If the  
 510 amount paid to the court exceeds the amount of the judgment, the court shall refund the excess  
 511 to the judgment debtor.]~~

512           ~~[(5) Within seven days of the receipt of funds, the judgment creditor shall provide to  
 513 the judgment debtor an accounting of amounts received and the balance still due, if any.]~~

514           Section 7. **Coordinating H.B. 319 with H.B. 113 -- Substantive amendment.**

515           If this H.B. 319 and H.B. 113, Consumer Sales Practices Amendments, both pass and  
 516 become law, it is the intent of the Legislature that the Office of Legislative Research and  
 517 General Counsel, in preparing the Utah Code database for publication, not enact Section  
 518 13-38a-401 in H.B. 113.