

DEBTOR AND CREDITOR RELATIONSHIP

CHAPTER 144

SENATE BILL NO. 2334
(Stroup, Nething, Pyle)

BANK INSTALLMENT LOAN CHARGES

AN ACT to amend and reenact section 13-04-01 of the North Dakota Century Code, relating to installment bank loan charges.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF THE
STATE OF NORTH DAKOTA:

SECTION 1. AMENDMENT.) Section 13-04-01 of the 1969 Supplement to the North Dakota Century Code is hereby amended and reenacted to read as follows:

13-04-01. INSTALLMENT BANK LOAN CHARGES.) Any bank organized under the laws of this state and under the jurisdiction and supervision of the state banking board, or any national banking association doing business in the state, making any loan of money not exceeding ten thousand dollars repayable in installments, may make a charge for such loan computed at a rate not exceeding six dollars per one hundred dollars per annum upon the total amount of the loan from the date thereof until the stated maturity date of the final installment thereof, which shall not exceed ten years and thirty-two days from the date of the loan, notwithstanding that such loan is required to be repaid in installments or that the loan is secured by mortgage, pledge, or other collateral, except that this chapter shall not apply to loans secured by realty. Any charge authorized by this chapter may be deducted in advance from the proceeds of such loan or may be included in the principal amount of the note or other instrument evidencing said loan and the aggregate amount thereof be payable in installments.

The minimum charge for any loan hereunder may be fifteen dollars.

Approved March 27, 1971