SB 6025
Protecting consumers from predatory loans.

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WASHINGTON STATE SCS SENATE COMMITTEE SERVICES

Business
Financial Services
Gaming
&
Trade
Committee

Proposed change to the definition of the term “loan” in SB 6025

- Current definition of “loan” in RCW 31.04.015 (14):
  - *"Loan" means a sum of money lent at interest or for a fee or other charge and includes both open-end and closed-end loan transactions.*
- Proposed change in 6025:
  - *“Loan" means money or credit provided to a borrower in exchange for the borrower's agreement to a certain set of terms including, but not limited to, any finance charges, interest, or other charges, conditions, or considerations. "Loan" includes open-end and closed-end credit, and any transaction conducted via any medium whatsoever including, but not limited to, paper, facsimile, internet, or telephone. Any transaction that satisfies the definition of a "loan" is subject to this chapter without regard to the lender's means of collection, whether the lender has legal recourse against the borrower in the event of nonrepayment, and whether the transaction carries required charges or payments.*