Iowa

References are to Code of 1966, as amended

Lenders.—All banks operating under this title and national banks. (Sec. 529.2)

Maximum Loan.—$10,000 exclusive of charges, but no bank can have aggregate outstanding instalment loans in excess of 25% of its total resources. (Sec. 529.3, *as amended by Laws 1967, S. B. No. 184, approved July 3, 1967, effective August 15, 1967*)

Interest Charges.—A maximum charge on any instalment loan, excluding charges, is determined by either of the following options: Option A—$6 per annum upon each $100 actually loaned; may be added to and included in the face amount of the note; total charge shall include and be in lieu of any interest or charge for credit investigation, drawing papers, or any other incidental service charges. Option B—1% per month computed on unpaid principal balances may be the total charge; may be received by crediting each received payment first as to the monthly charge and the remainder to principal until the loan is fully paid; or, the total charge may be precomputed in accordance with this method and included in the face of the note. (Sec. 529.6) $.07 per $100 per year is the maximum interest on first real estate mortgages. (Sec. 529.10)

Maximum Time.—5 years. (Sec. 529.4)

Payments and Refunds.—*Instalments:* regular intervals and may be deferred or omitted on a seasonal basis, (Sec. 529.1); if instalments are monthly, a first interval of not less than 15 days nor more than 45 days may be treated as a monthly interval if the total charge is included in the face of the note pursuant to either Option A or B. (Sec. 529.6) *Prepayment:* allowed at any time; refund credit, in accordance with a schedule prescribed and approved by the superintendent of banking, is to be so calculated that the borrower will not have paid a charge at a greater rate when computed on actual unpaid principal balances than he would have paid had the loan run to maturity, and in no event shall the borrower be required to pay in excess of 1% per month on the actual unpaid principal balances. (Sec. 529.8) The Rule of 78th is used to compute the refund amount. (State of Iowa, Department of Banking)

Special Charges.—*Delinquency:* 1% per month interest on instalments in default from date of delinquency. (Sec. 529.7) *Collection:* no provision. *Insurance Premiums:* reasonable, customarily required insurance. (Sec. 529.6) *Investigation:* no provision. *Other:* lawful fees paid to public officers; adjudged and statutory taxable costs; no other charges permitted. (Sec. 529.6)

Disclosure.—No special provisions.

Penalty For Excessive Interest.—No special provisions.

Miscellaneous Provisions.—*Insurance:* the borrower can provide his own insurance. (Sec. 529.6) *Acceleration:* no provisions. *Security:* no provision. *Other:* "G. I." loans are not prevented or restricted. (Sec. 529.9). This act does not prohibit any person, firm or corporation from making instalment loans. (Sec. 529.11)

Kansas

Instalment loans in Kansas are regulated by Sec. 16–202(b), reported in full text at ¶ 31 (Footnote 17).

Kentucky

References are to Kentucky Revised Statutes, Chapter 287, Sec. 215, as amended by Laws 1962, Ch. 79

Lenders.—Banks and trust companies.

Maximum Loan.—No special provisions.

Interest Charges.—$6 per $100 per annum on first $2,000, and $5 per $100 per annum on excess; computed on principal amount for the entire period; may be collected in advance.

Maximum Time.—5 years and 32 days.

Payments and Refunds.—*Instalments:* substantially equal; no loan can be split or divided to obtain a greater charge. *Prepayment:* allowed with refund credit at a rate not less than 6% per annum of the amount paid in advance of the due date, if the maximum financing charge permitted has been taken; and, if a lesser charge has been taken, the refund must be at least a proportional rate; lender may retain a minimum charge of $10 to cover acquisition costs; minimum refund is $1.