

MAINE STATE LEGISLATURE

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E I G H T Y - N I N T H L E G I S L A T U R E

Legislative Document

No. 313

H. P. 854

House of Representatives, February 2, 1939.

Referred to Committee on Banks and Banking and sent up for concurrence. 500 copies ordered printed.

HARVEY R. PEASE, Clerk.

Presented by Mr. Cowan of Portland.

S T A T E O F M A I N E

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
THIRTY-NINE

AN ACT Relating to the Provident Loan Company.

Be it enacted by the People of the State of Maine, as follows:

Sec. 1. P. & S. L., 1911, c. 220, § 1, amended. Section 1 of chapter 220 of the private and special laws of 1911 is hereby amended to read as follows:

'Sec. 1. Corporators; corporate name; purposes. William A. Wheeler, Joseph E. F. Connolly, Frederic E. Boothby, William Henry, George F. Gould, William K. Sanderson, and Arthur W. Merrill, their associates and successors, are hereby created a corporation by the name of "Provident Loan Company" to be located at Portland, in the county of Cumberland, for the purpose of loaning money on as reasonable terms as possible, consistent with safety and a fair return to the stockholders, upon the notes of individuals, **co-partnerships and corporations**, secured by mortgage of real estate or any interest therein, **or endorsed notes**, or by pledge or by mortgage of personal property of any kind, including savings bank deposit books and life insurance policies, or by assignment of salary or wages to be earned in the future; and all the powers and privileges necessary for the execution of these purposes, are hereby granted and said corporation shall begin business on or before January 1, 1913, otherwise its charter shall be null and void.'

Sec. 2. P. & S. L., 1911, c. 220, § 5, amended. Section 5, chapter 220, of the private and special laws of 1911, as amended by chapter 64 of the private and special laws of 1925, is hereby further amended to read as follows :

'Sec. 5. Maximum amount of loan permitted to be made. All loans shall be for a time fixed and for not longer than ~~one year~~ **twenty months** nor greater than \$300 in amount to any one person, **co-partnership or corporation**, and shall be upon the note or notes of the borrower, secured as hereinbefore provided and the mortgagor shall have the right to redeem his property at any time before the right of redemption, as specified by his contract, shall be foreclosed, upon payment of the amount of his loan and interest at the specified rate per month up to the time of the offer to redeem and tender of the amount due, together with the actual amount of charges incident to foreclosure. A fee of not more than \$1 for examination of the security offered and the expenses of making and recording the mortgage may be charged by the said corporation in case a loan is made and the rate of interest which may be charged upon any loan shall not exceed $1\frac{1}{2}\%$ per month and the interest shall not be deducted in advance from the amount of the loan.'