

MAINE STATE LEGISLATURE

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ACTS AND RESOLVES
OF THE
SEVENTY-SECOND LEGISLATURE
OF THE
STATE OF MAINE
1905.

Published by the Secretary of State, agreeably to Resolves of
June 28, 1820, February 18, 1840, and March 16, 1842.

AUGUSTA
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1905

PUBLIC LAWS

OF THE

STATE OF MAINE.

1905.

CHAP. 90**Chapter 90.**

An Act to amend Section two of Chapter forty-six of the Revised Statutes, relating to interest on Loans on Personal Property.

Be it enacted by the Senate and House of Representatives in Legislature assembled, as follows:

Section 2,
chapter 46,
R. S.,
amended.

Section two of chapter forty-six of the revised statutes is hereby amended by striking out the words "And all loans made in violation hereof shall bear interest at the legal rate of interest only," and inserting in lieu thereof the following: 'And all loans made in violation of this act shall bear interest at the rate of six per cent only, and all payments made in excess of six per cent interest on loans so made in violation hereof, shall be applied to the discharge of the principal; and, in case a greater sum has been paid by the borrower than the amount of the principal and interest at six per cent on loans so made in violation hereof, he may recover the same from the lender in an action on the case,' so that said section as amended, shall read as follows:

Rate of
interest made
on loans
of personal
property
limited.

'Section 2. All loans contracted after March eleven, eighteen hundred and ninety-nine, for less than two hundred dollars, secured by mortgage or pledge of personal property, shall be dischargeable by the debtor upon payment or tender of the principal sum actually borrowed, and interest at the rate specified therein, which shall not exceed three per cent a month for a period not exceeding three months, and thereafter not exceeding the rate of fifteen per cent a year; no renewal thereof to bear a greater rate than fifteen per cent a year. A sum not exceeding three dollars for the actual expense of making the loan and in securing the same may be charged and collected. And all loans made in violation of this act shall bear interest at the rate of six per cent only, and all payments made in excess of six per cent interest on loans so made in violation hereof shall be applied to the discharge of the principal; and, in case a greater sum has been paid by the borrower than the amount of the principal and interest at six per cent on loans so made in violation hereof, may be recovered from the holder of said security by the borrower, in an action on the case.'

—loans made
in violation
shall bear
interest at
legal rate
only.

Approved March 18, 1905.