

## Notice to Virginia Payday Loan Customers

The Virginia Payday Loan Act which allows payday lending in Virginia was amended by the 2008 Virginia General Assembly. Beginning January 1, 2009, some of the changes to the Virginia Payday Loan Act included:

- One Payday Loan at a time per borrower
- Database established to track and determine eligibility for payday loans
- Longer repayment term for payday loans. The due date for a Virginia payday loan from a licensee will now be based on two times your pay cycle. Thus, if you get paid once a week, you will have two weeks to repay the loan.
- Change in fees, charges & interest
  - Interest – a maximum simple annual rate of up to 36%
  - Loan Fee – up to 20% of the amount of the loan (maximum of \$100 loan fee on a \$500 loan)
  - Verification Fee – up to \$5.00 (database fee)
- Payday loan shall not be made on the same day one is paid in full
- Extended Payment Plan may be available on payday loans obtained after January 1, 2009. There are conditions which apply, see your payday lender for questions.
- Extended Term Loan may be available on a 5<sup>th</sup> payday loan in a 180 day period obtained after January 1, 2009. There are conditions which apply, see your payday lender for questions.