

SENATE BILL NO. 334—COMMITTEE ON COMMERCE AND LABOR

MARCH 24, 2005

Referred to Committee on Commerce and Labor

SUMMARY—Removes statutory limit on rate of interest pawnbroker may charge. (BDR 54-1240)

FISCAL NOTE: Effect on Local Government: No.  
Effect on the State: No.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to pawnbrokers; removing the statutory limit on the rate of interest that a pawnbroker may charge; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1     **Section 1.** NRS 646.050 is hereby amended to read as follows:  
2     646.050 1. A pawnbroker may charge and receive interest ~~at~~  
3 ~~the rate of 10 percent a month~~ for money loaned on the security of  
4 personal property actually received in pledge ~~[, and a person shall~~  
5 ~~not ask or receive a higher rate of interest or discount on any such~~  
6 ~~loan, or on any actual or pretended sale or redemption of personal~~  
7 ~~property.]~~ *at the rate specified in the contract between the*  
8 *pawnbroker and the person securing the loan.* For any loan made,  
9 a pawnbroker may make an initial charge of \$5 in addition to  
10 interest at the ~~authorized rate.]~~ *rate specified in the contract.*  
11 2. All personal property must be held for redemption for at  
12 least 120 days after the date of pledge with any pawnbroker.  
13 3. A pawnbroker shall give to the person securing the loan a  
14 printed receipt clearly showing the amount loaned and rate of  
15 interest, together with a description of the pledged property. The  
16 receipt must be marked in such a manner that the amounts of  
17 principal and interest paid by the person securing the loan can be  
18 clearly designated. Each payment must be entered upon the receipt,  
19 and each entry must designate how much of the payment is being



- 1 credited to principal and how much to interest, with dates of
- 2 payments shown thereon.
- 3 4. A pawnbroker shall not charge more than \$3 per day for the
- 4 storage of a motor vehicle which is collateral for a loan.

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