

# Here's More Information About Proposition 200 On The November 4 General Election Ballot.

## Prop. 200 Official Ballot Language:

## What Prop. 200 Will REALLY DO:



Proposition 200  
Proposed by initiative petition  
relating to payday loans.

A "yes" vote shall have the effect of repealing the July 1, 2010 termination date for the existing "payday loan" licensing program thus allowing it to continue indefinitely

allowing payday loan licensees to provide electronic debit agreement services

prohibiting services over 35 days, requiring payday loan agreements be in English or Spanish, prohibiting certain fees, permitting only one payday loan transaction with a customer each business day, requiring a payment plan if requested by the customer, prohibiting arrangements with customers having outstanding repayment plans, allowing licensees to make other loans

and requiring licensee applicants to maintain a minimum net worth of at least \$50,000 per location up to a maximum of \$1,000,000

A "no" vote shall have the effect of retaining the current law regarding payday loans, which are to terminate on July 1, 2010

Prop 200 would allow payday lenders to continue operating in AZ indefinitely. If the voters reject Prop 200, the law that allowed payday lenders into the state will expire on July 1, 2010.

Prop 200 would let payday lenders reach into borrowers' checking accounts electronically. Currently, they can only hold a paper check over your head.

Prop 200 proposes a bunch of supposed "reforms" that amount to nothing more than smoke and mirrors. In states that have tried similar reforms, the payday loan debt trap continues unabated, with 90% of payday loan revenues coming from trapped borrowers with multiple loans.

**Bottom line:** predatory lending at 400% APR interest rates would CONTINUE under Prop 200. It would END if Arizonans defeat Prop 200.

More smoke and mirrors. The \$50,000 requirement is already the law. Prop 200 would NOT mean higher licensing standards. In fact, by removing the Legislature's ability to regulate payday lending in the future, it would invite MORE NATIONAL PAYDAY LOAN CHAINS to open up shop in Arizona.

A "NO" vote will mean an **end to the special deal** that payday lenders got allowing them to charge 400% interest rates. That deal ends July 1, 2010, at which point, they could either lower their interest rates to 36% like other lenders, or leave the state.

YES ← →

NO ← →

Say **NO** to Sweetheart Deals for Predatory Lenders.

Vote NO on Prop 200!

To Learn More, visit [www.200isNoReform.com](http://www.200isNoReform.com)