



30 South Meridian Street, Suite 300
Indianapolis, Indiana 46204-2759
Telephone: (317) 232-3955
FAX: (317) 232-7655
WEB SITE <http://www.in.gov/dfi>

TO APPLICANTS FOR A SMALL LOAN LICENSE:

The Indiana Uniform Consumer Credit Code (IUCCC) provides that, unless a person is a supervised financial organization or has first obtained a small loan license from the Department of Financial Institutions (DFI), they cannot engage in the business of making such loans. If taking assignment and undertaking direct collection of payments **in Indiana**, a small loan license is also required. The original application is to be filed with the DFI; a copy should be retained by the applicant. Only one (1) license is needed per legal entity to operate in one (1) or more locations. A person making one (1) or more small loans must obtain a license.

To make consumer loans (not payday loans) under IC 24-4.5-3, an applicant must apply for a Loan License by submitting the Indiana Loan License Application found on the DFI website.

LICENSE FEE: An initial loan license fee of \$2,000 plus \$750 for each branch location in Indiana after the first location must be submitted with the application. The check or money order is to be made payable to the Department of Financial Institutions. Licenses are renewed annually, due by December 31. The renewal fee is \$2,000 plus \$750 for each branch location in Indiana after the first location. The maximum fee is \$10,000.

EXPERIENCE: Applicant must show a minimum of two (2) years finance related experience for anyone who will manage an Indiana location.

FINANCIAL REQUIREMENTS: Reviewed or audited financial statements prepared by an independent CPA or the most recent 10K filing with the Securities and Exchange Commission indicating a minimum net worth of \$100,000 and liquid assets of at least \$50,000 must accompany the application. Liquid assets include cash or its equivalent (assets that are readily convertible to cash without significant loss such as treasury bills, short-term marketable securities, demand deposits, and time deposits nearing maturity). For other assets to be considered liquid, the CPA must clarify by a footnote as to how the liquidity was determined. If the applicant for the license is a limited liability company (LLC) or subchapter S corporation, then in addition to a CPA review or audit level financial statement on the corporate entity, personal financial statements must be submitted for any individuals who own at least 10% of the LLC or subchapter S corporation. Personal financial statements do not have to be prepared by a CPA but must meet acceptable minimum accounting standards.

BOND: A person engaged in making small loans under IC 24-4.5-7 must post a surety bond to the DFI in the amount of \$50,000 for each location where small loans will be made, up to a maximum bond amount of \$200,000. The bond must accompany the application. The bond must remain in effect for two (2) years after the lender ceases operation in Indiana. The bond form used must be the one provided by the DFI.

CREDIT REPORT: A credit report for the business should be attached to the Application.

CRIMINAL BACKGROUND CHECK: A nationwide criminal background check based on fingerprints must be completed for each owner (sole proprietorship), partner (partnership), or officer (corporation), as well as the managers for Indiana locations. The DFI uses MorphoTrust USA to take and/or process fingerprint cards for the background checks. The procedures will differ depending on whether you are located in Indiana or in other parts of the country. Please visit our website, <https://www.in.gov/dfi/2786.htm>, for information on background checks, a copy of the FBI privacy policy, and the fingerprinting instructions. **DO NOT send fingerprint cards to the DFI as this will only delay your license application.** Each applicant must include with their jurisdiction specific documents a list of all personnel to be fingerprinted for background checks.

REFERENCES: Give three (3) names and addresses of references willing to acknowledge the financial responsibility, character, and fitness of the applicant. One (1) reference must be a representative of a financial institution. Reference letters on business stationery should be submitted with your license application.

FORMS TO BE SUBMITTED: When submitting the application, you are to enclose copies of the forms listed below which will be used in conjunction with your lending transactions.

1. Example loan application
2. A completed initial small loan agreement and consecutive small loan; include the note, security agreement, and disclosure
3. Borrower's rights and responsibilities pamphlet required under IC 24-4.5-7-301(4)
4. Extended payment plan disclosure required under IC 24-4.5-7-401(3)
5. Sample extended payment plan agreement under IC 24-4.5-7-401(4)
6. Military covered borrower form (not specifically required under IC 24-4.5 but authority provided under IC 24-4.5-1-102(7))

PLEASE NOTE: The application and financial statement must be fully completed and filed with the DFI along with the required initial license fee. Upon the DFI's receipt of the application, an investigation may be made into the financial responsibility, character, and general fitness of the applicant. **An interview at the DFI's office will be scheduled before the license is approved.**

Licenses under the IUCCC are issued on the basis of representations made in the application. Any substantial change in the information included in the application must be reported to the DFI within thirty (30) days after such change (see IC 24-4.5-3-505(6) and (7)). Change in ownership of the holder of the license terminates the license (see IC 24-4.5-3-503(11)). Any change in control of the licensee must receive prior approval by the Department under IC 24-4.5-3-515.

CONSUMER CREDIT DIVISION
dfilicensing@dfi.in.gov
(317) 453-2539



APPLICATION FOR SMALL LOAN LICENSE

State Form 49789 (R3 / 5-19)

State of Indiana
DEPARTMENT OF FINANCIAL INSTITUTIONS
30 South Meridian Street, Suite 300
Indianapolis, Indiana 46204

ATTACH LICENSE APPLICATION FEE CHECK HERE.

DFI OFFICE USE ONLY	
DATE REC. _____	
LIC ID # _____	DFI ID # _____
INVOICE # _____	CHECK # _____
AMT. PD. _____	BAL. DUE _____

TO BE COMPLETED BY ALL APPLICANTS

The undersigned makes application for a loan license as provided in the Indiana Uniform Consumer Credit Code, IC 24-4.5.

Name of Applicant (*Sole Proprietorship, Partnership, Corporation, LLC*)

PRINCIPAL BUSINESS ADDRESS

Address (*number and street*)

City, state, and ZIP code

Telephone number
()

Fax number
()

HOME OFFICE NAME AND ADDRESS (If Different from Principal Business Name and/or Address)

Name of home office

Address (*number and street*)

City, state, and ZIP code

Telephone number
()

Fax number
()

ADDRESS WHERE CORRESPONDENCE IS TO BE SENT

Name of Contact Person

Address (*number and street*)

City, state, and ZIP code

E-mail address

ASSUMED NAME

If applicant operates under an assumed name, a certificate from the appropriate official showing compliance with the provisions of the laws of the State of Indiana pertaining to conducting business under an assumed name is to be included with the application.

Assumed Name

INDIVIDUALS (To be completed by those operating as a sole proprietorship.)

Name

Address (*number and street*)

City, state, and ZIP code

Telephone number
()

PARTNERSHIPS <i>(To be completed by those operating as Partnerships.)</i>	
NAME AND RESIDENCE ADDRESS OF EACH PARTNER	
Name	
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
Name	
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
<i>Attach an additional sheet if necessary.</i>	
CORPORATIONS / LIMITED LIABILITY COMPANIES <i>(To be completed by those operating as a Corporation / LLC.)</i>	
Name of Corporation / LLC	
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
Corporation Organized Under the Laws of What State?	Date of Incorporation / Organization <i>(month, day, year)</i>
ATTACH A COPY OF YOUR CERTIFICATE OF AUTHORITY FROM THE INDIANA SECRETARY OF STATE.	
LIST OFFICERS, DIRECTORS, OR MEMBERS OF THE CORPORATION OR LLC WITH TITLE AND RESIDENCE ADDRESS.	
Name of Officer / Director / Member	Title
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
Name of Officer / Director / Member	Title
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
Name of Officer / Director / Member	Title
Address <i>(number and street)</i>	
City, state, and ZIP code	Telephone number ()
<i>Attach an additional sheet if necessary.</i>	

**IF A CORPORATION OR LLC, LIST ALL PERSONS OR ENTITIES OWNING 10% OR MORE OF THE COMPANY.
FOR ENTITIES MEETING THIS TEST, LIST THE PERSONS OWNING THAT ENTITY.**

Name	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Name	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Name	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()

Attach an additional sheet if necessary.

REFERENCES

Give three (3) names and addresses of references as to your "financial responsibility, character, and fitness." One must be a representative of a financial / depository institution. Reference letters on business stationery are to be submitted with your license application.

Name of individual	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Name of individual	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Name of individual	Title
Address (number and street)	
City, state, and ZIP code	Telephone number ()

INDIANA BRANCH INFORMATION

<i>Address of each Indiana branch location</i>	Number of Branches:
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Address (number and street)	
City, state, and ZIP code	Telephone number ()
Address (number and street)	
City, state, and ZIP code	Telephone number ()

Attach an additional sheet if necessary.

GENERAL INFORMATION

1. **If a corporation**, attach a copy of your certificate of authority from the Indiana Secretary of State.
2. Attach a copy of your Indiana business plan. Give full details of your charges to customers for small loans and the terms of your small loans as part of your Indiana Business Plan.
3. Do you plan to operate any other type of business at the same location you will be making small loans? Yes No
If Yes, persons who wish to make small loans under IC 24-4.5-7 within an office, suite, room, or place of business where another business is solicited or engaged must obtain a written opinion from the director of the department that the other business would not be contrary to the best interests of consumers. Give full details of all activities conducted at any of your Indiana locations other than making small loans.
4. (a) List other states where the applicant or any affiliated company operates as, or did operate as, or is licensed or regulated as, or was licensed or registered as, a lender, loan broker, or other financial services provider under state or federal regulatory authority. Provide the same information for owners and officers of the applicant. Provide the name of all state and federal regulatory agencies, contact person, contact information, and the date licensed.

(b) Applicant should provide evidence of good standing from all of the home state regulators where they are currently making loans.
5. Has the applicant, any affiliated company, or any company associated with the owners or officers of the applicant had a license or registration cancelled, suspended, or revoked in any state or been subject to a state or federal enforcement or administrative order, including but not limited to informal resolutions, memorandums of understanding, or cease and desist orders? Yes No If yes, *give full details.* _____
6. Do you agree to keep a separate set of books and records to be used only for the lending business? Yes No
7. Attach a detailed explanation of the following:
 - a. How loans will be made.
 - b. Written description as to how initial loan and consecutive small loans will be made. *Give full details of each type.*
 - c. Estimated average loan.
 - d. Will you retain servicing on the loans? Yes No If No, who will be servicing?
 - e. Software the applicant proposes to use for disclosure and/or record keeping. Please indicate the level of integration with the Veritec Solutions LLC database (<http://www.veritecs.com>).
8. Who will be managing the business? _____
Applicant must show minimum two (2) years finance related experience for anyone who will be managing an Indiana location.

ATTACH A BUSINESS RESUME FOR THE MANAGER, OWNER, PARTNERS, AND ALL OFFICER, AS APPLICABLE.

A PERSON ENGAGED IN MAKING SMALL LOANS UNDER IC 24-4.5-7 SHALL POST A SURETY BOND TO THE DFI IN THE AMOUNT OF \$50,000 FOR EACH LOCATION WHERE SMALL LOANS WILL BE MADE UP TO A MAXIMUM BOND AMOUNT OF \$200,000. BOND MUST ACCOMPANY APPLICATION. ADDITIONAL BRANCHES WILL REQUIRE AN INCREASE IN BOND AMOUNT AT THE TIME THE BRANCHES ARE OPENED UNLESS ALREADY AT THE MAXIMUM BOND AMOUNT.

ACKNOWLEDGMENT

The applicant executed this application on _____ and acknowledges that all statements made herein and supporting schedules, to the best of my/our knowledge and belief, are true and is a true and complete statement in accordance with the law. Intentionally providing false information will terminate the application process and will subject the license to revocation if false information is substantiated after issuance, IC 24-4.5- 3-504(1)(b).

IF A CORPORATION, PRESIDENT AND ONE OFFICER MUST SIGN; IF LLC, MEMBER/S MUST SIGN; IF A PARTNERSHIP, ALL PARTNERS MUST SIGN; IF SOLE PROPRIETORSHIP, OWNER MUST SIGN. ATTACH AN ADDITIONAL SHEET IF NECESSARY.

By	Title
By	Title

SMALL LOAN INFORMATION

1. Has applicant or related principals of corporation, partnership or limited liability corporation arranged for loans for an out of state bank? Yes No

If Yes, give full details including when relationship with out of state bank was terminated.

2. Has applicant and /or all owners, officers, members, or directors been involved in any type of transactions outlined in IC 24-4.5-7-102(2)(c), 7-410(f)? *Give full details.*

3. Give full details as to how you will comply with the requirement to verify customer's monthly gross income. See IC 24-4.5-7-110 and 7-402.

4. How will you determine if an account is "paid in full"?

5. Are you aware that you must input each customer's Social Security Number into the Veritec database (see IC 24-4.5-7-404)?

Yes No

How will you verify the customer's Social Security Number? *Give full details.*

6. In addition to the loan finance charge, what other charges will you be assessing the customer? *Give full explanation.*

7. In addition to the customer's check, what other security will you be using?

8. How will you comply with IC 24-4.5-7-404, Limitation of Loans?

9. Give full details of how you will be collecting accounts if the customer's check is returned due to insufficient funds.

10. How will the customer's check be endorsed?

11. Have you read Small Loan Chapter 7 Sections: 406, Limitations on Default Charges; 409, Applicability; and 410, Limitations? Do you have any questions concerning these sections? Yes No

If Yes, give full written details.

12. Give history and full details of any material litigation and/or criminal convictions for five (5) years preceding date of application for any owner, partner, corporate officer, limited liability member, or branch manager.

13. Are you going to be regularly engaged in making consumer loans other than small loans? Yes No

If yes, give full written details. If yes, a separate license is required (application available at www.in.gov/dfi).

IC 24-4.5-7, information on the provisions of Chapter 7 of the Indiana Uniform Consumer Credit Code, sample Surety Bond form, and other sample forms are available at our Website at: <http://www.in.gov/dfi> under Statutes, Publications, and Licensing.

SMALL LOAN LICENSE APPLICATION CHECKLIST

CHECK HERE	THE FOLLOWING MUST BE ATTACHED TO THE APPLICATION
<input type="checkbox"/>	Small Loan License Application Fee - \$2,000 plus \$750 for each branch location in Indiana after the first location. Make check payable to the Department of Financial Institutions. Maximum fee is \$10,000.
<input type="checkbox"/>	If a corporation, a copy of Certificate of Authority to do business in Indiana from the Secretary of State
<input type="checkbox"/>	If d/b/a, copy of assumed name certificate from the Indiana county recorder for each Indiana location if a sole proprietorship or partnership; or Indiana Secretary of State for a corporation or LLC
<input type="checkbox"/>	Detailed copy of business plan for Indiana
<input type="checkbox"/>	Persons who wish to make small loans under IC 24-4.5-7 within an office, suite, room, or place of business where another business is solicited or engaged must obtain a written opinion from the director of the department that the other business would not be contrary to the best interests of consumers. This information should be included with your application.
<input type="checkbox"/>	List of other states where operating as a lender
<input type="checkbox"/>	Letter of good standing from home state lender regulator, if applicable
<input type="checkbox"/>	Business résumé for the manager, owner, partners, and all officers, as applicable
<input type="checkbox"/>	Surety Bond required and power of attorney (IC 24-4.5-7-413)
<input type="checkbox"/>	CPA prepared minimum reviewed or audited financial statements or most recent 10K filing with the Securities and Exchange Commission with minimum \$100,000 net worth and \$50,000 in liquid assets
<input type="checkbox"/>	Criminal background check, based on fingerprints (officer/ member/ partners/ owner/ Indiana manager). For information on the background check process, please visit our website at https://www.in.gov/dfi/2786.htm
<input type="checkbox"/>	Credit report for the entity applicant
<input type="checkbox"/>	Three reference letters, one must be a financial institution
<input type="checkbox"/>	Example of loan application
<input type="checkbox"/>	A completed example initial small loan agreement and consecutive small loan agreement
<input type="checkbox"/>	Borrower's rights and responsibilities pamphlet required under IC 24-4.5-7-301(4)
<input type="checkbox"/>	Extended payment plan disclosure required under IC 24-4.5-7-401(3)
<input type="checkbox"/>	Sample extended payment plan agreement under IC 24-4.5-7-401(4)
<input type="checkbox"/>	Military covered borrower form (not specifically required under IC 24-4.5 but authority provided under IC 24-4.5-1-102(7))
<input type="checkbox"/>	Detailed information requested in Item 7 on Page 4 of the application
<input type="checkbox"/>	Detailed information requested on Page 5 of the application

Check each item required to accompany the application to make sure your application is complete.



SMALL LOAN SURETY BOND
Part of State Form 49789 (R3 / 5-19) / Form SLL B

Bond Number _____,

Amount \$ _____

KNOW ALL PERSONS BY THESE PRESENTS, that we,

(applicant/licensee name)

of the City of _____, County of _____, State of _____ as principal and obligor, and _____ as Surety, are held and firmly bound unto the State of Indiana, Department of Financial Institutions (hereinafter "the DFI") in the penal sum of \$ _____ for the use of the DFI for the recovery of expenses, fines, and fees levied by the DFI, and for any and all expenses, fines, and fees that become lawfully due pursuant to a final judgment or order and that are not promptly paid by the Principal, and for losses or damages which are determined by the DFI to have been incurred by any borrower or consumer as a result of the Principal's failure to faithfully comply with the provisions of Indiana law, including the requirements of the Indiana Uniform Consumer Credit Code (IUCCC) Statute, IC 24-4.5 et seq. and amendments thereto, or any rule or regulation lawfully adopted under said statute, for payment of which, well and truly to be made, we hereby bind ourselves and each of our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, Principal is applying to become a licensed Small Loan Lender pursuant to IC 24-4.5-7, and seeks to establish, meet, and maintain the financial responsibility requirements of the DFI during the term of the subject license by tender of the within bond,

NOW, THEREFORE, the conditions of this bond are such that if the above bonded Principal will faithfully conform to and abide by the provisions of all applicable law, including applicable provisions of the IUCCC, as well as any rules and regulations lawfully adopted thereunder, and shall pay any and all amounts which become due or owed thereunder, then this obligation is null and void, but otherwise to remain in full force and effect,

PROVIDED that the Surety's aggregate liability for any and all claims which may arise under this bond shall in no event exceed the amount of this bond, regardless of the number of claims or claimants, and

FURTHER PROVIDED that this bond shall remain effective continuously until released by the DFI. The surety shall have the right to terminate or reduce its liability hereunder only by giving the Principal and the DFI written notice of such termination via certified mail to the State of Indiana, Department of Financial Institutions, at least thirty (30) days prior to the effective date of such termination; provided, however, that no liability incurred while said bond is in force and prior to said effective date of termination or reduction of liability shall be released or reduced by giving such notice, and

FURTHER PROVIDED, that after giving notice of termination or reduction of liability, the surety may reinstate or increase its liability by the execution and filing of a new bond or by mailing written notice to the DFI indicating that the surety desires to continue as surety for the licensee and that its prior notice of termination or reduction of liability is withdrawn and rescinded.

FURTHER PROVIDED that, if this bond is not previously terminated as set forth above, the liability of the surety shall expire two (2) years after the date of the surrender, revocation, or expiration of the subject license, whichever shall first occur.

THIS BOND shall be effective on and after _____ or, if left blank, the day of execution by surety shall be the effective date of the bond. The bond shall be effective, if accepted by the DFI, without further notice.

IN WITNESS WHEREOF, we have duly executed the foregoing obligation this _____ day of _____, 20____ .

LICENSEE	
<i>[Corporate Seal] (If Any)</i>	Name of licensee
	Signature
	Date signed (month, day, year)
	Printed Name
	Title

<i>Surety Must Attach Power of Attorney.</i>	
<i>[SURETY SEAL]</i>	Name of surety
	Signature
	Date signed (month, day, year)
	Printed Name
	Telephone number ()

Surety representative to contact in the event a claim must be filed	
Name of surety representative	Telephone number ()
Address (number and street, city, state, and ZIP code)	