



News from  
**Councilmember Todd Gloria**

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City of San Diego ▪ District Three

**MEDIA RELEASE**

For immediate release: January 11, 2011

Contact: Katie Keach, 858-245-7673

**Councilmember Gloria Advocates for Payday Lending Restrictions**

*SAN DIEGO, CA (January 11, 2011)* – To address the impacts of payday lending establishments on communities in Council District Three, Councilmember Todd Gloria is advocating the State Legislature enact legislation capping the interest rates charged by such establishments at 36%.

Payday lenders in California commonly charge interest rates as high as 459% for a two-week \$300 loan.

Councilmember Gloria requested the issue be included in the City's 2011 Legislative Program, which will be discussed at tomorrow's Committee on Rules, Open Government, and Intergovernmental Relations, scheduled to begin at 9:00 a.m. in the Council Committee Room on the 12<sup>th</sup> floor of the City Administration Building, 202 C Street.

"Payday lending establishments have been shown to engage in exploitative lending practices that can result in increased costs to taxpayers and the overall community through personal bankruptcy filings, delinquent loan collection, police auctions of personal property, lost rent payments and personal debts," said Councilmember Gloria in a January 5, 2011 memo.

Councilmember Gloria's memo and proposed resolution are attached.

**Consideration of Payday Lending Interest Limits**

**WHO: Councilmember Todd Gloria**

**Committee on Rules, Open Government, and Intergovernmental Relations**

**WHEN: Wednesday, January 12, 2011, 9:00 a.m.**

**WHERE: City Council Committee Room, 202 C Street, 12<sup>th</sup> floor**

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