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Chapter Bkg 3

SERVICE CHARGE ON LOANS

Bkg 3.01 Amount of charge

Bkg 3.01 Amount of charge. (1) Any bank in this state is authorized, on a loan of \$1,000 or less, to make a service charge, in addition to lawful interest, of not to exceed \$1.00 for each 90 day period or fraction thereof during the time the loan shall remain unpaid where such interest would be inadequate compensation for making the loan.

(2) A renewal of a loan shall not be considered as the payment thereof.

(3) The term "loan" as used herein means the aggregate borrowings of any one borrower from any one lender on any one day, whether the borrowing be evidenced by one or more notes.