

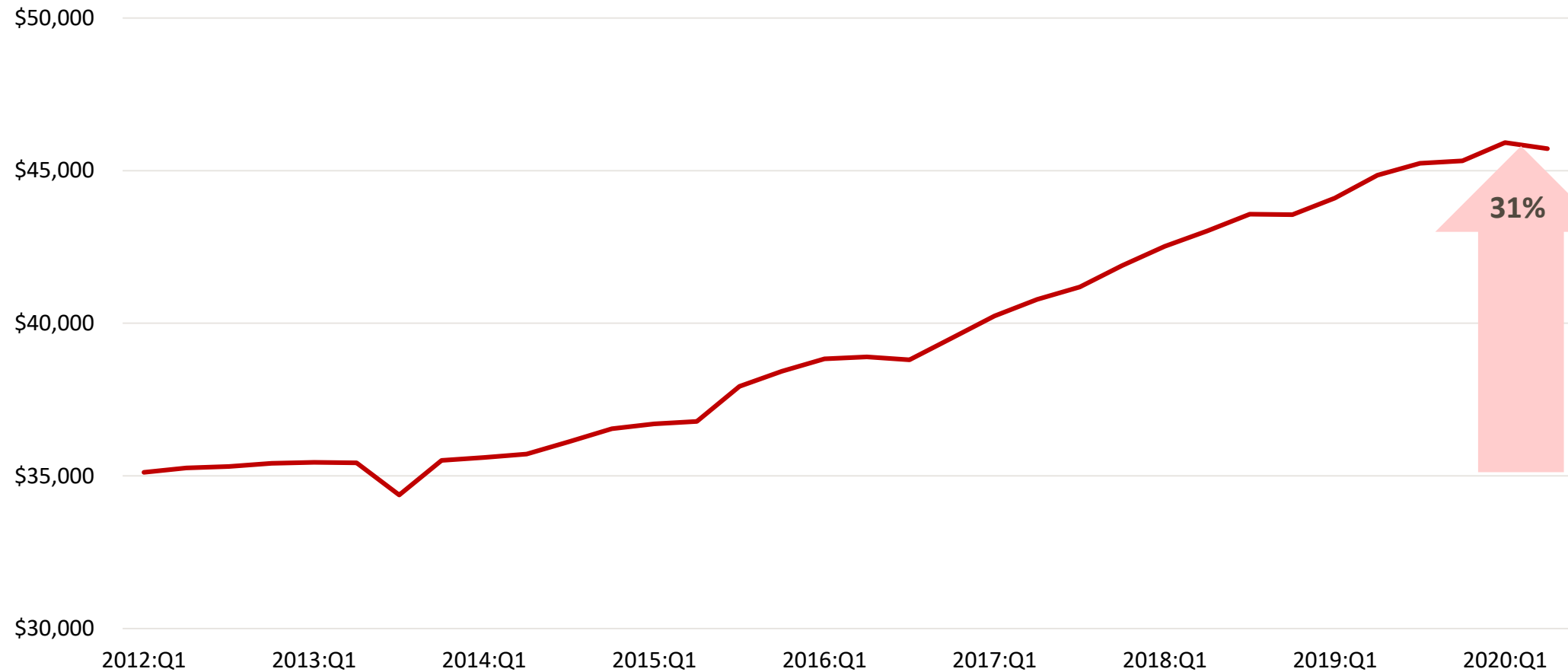
CONSUMER PROTECTION PRIORITIES

Rebuilding Family Finances Post-Covid



31% Increase in Per Capita* Debt in Texas

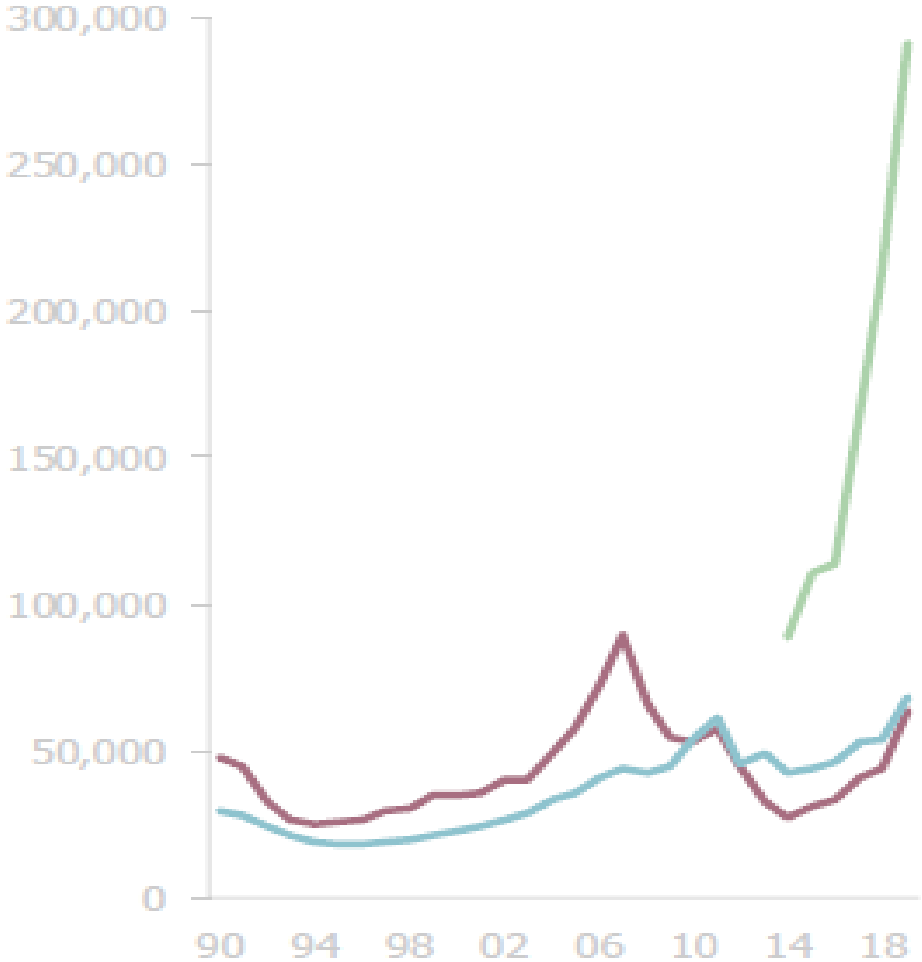
From Q1 2012 - Q2 2020



Source: New York Fed Consumer Credit Panel/Equifax. *Based on population with a credit report.



TREND OF INCREASING DEBT-CLAIM LAWSUITS



291,838
Justice Courts

The number of new **debt** cases filed increased over the last 5 years by 55 percent in the district courts, by 107 percent in the county courts, and by 162 percent in the justice courts.

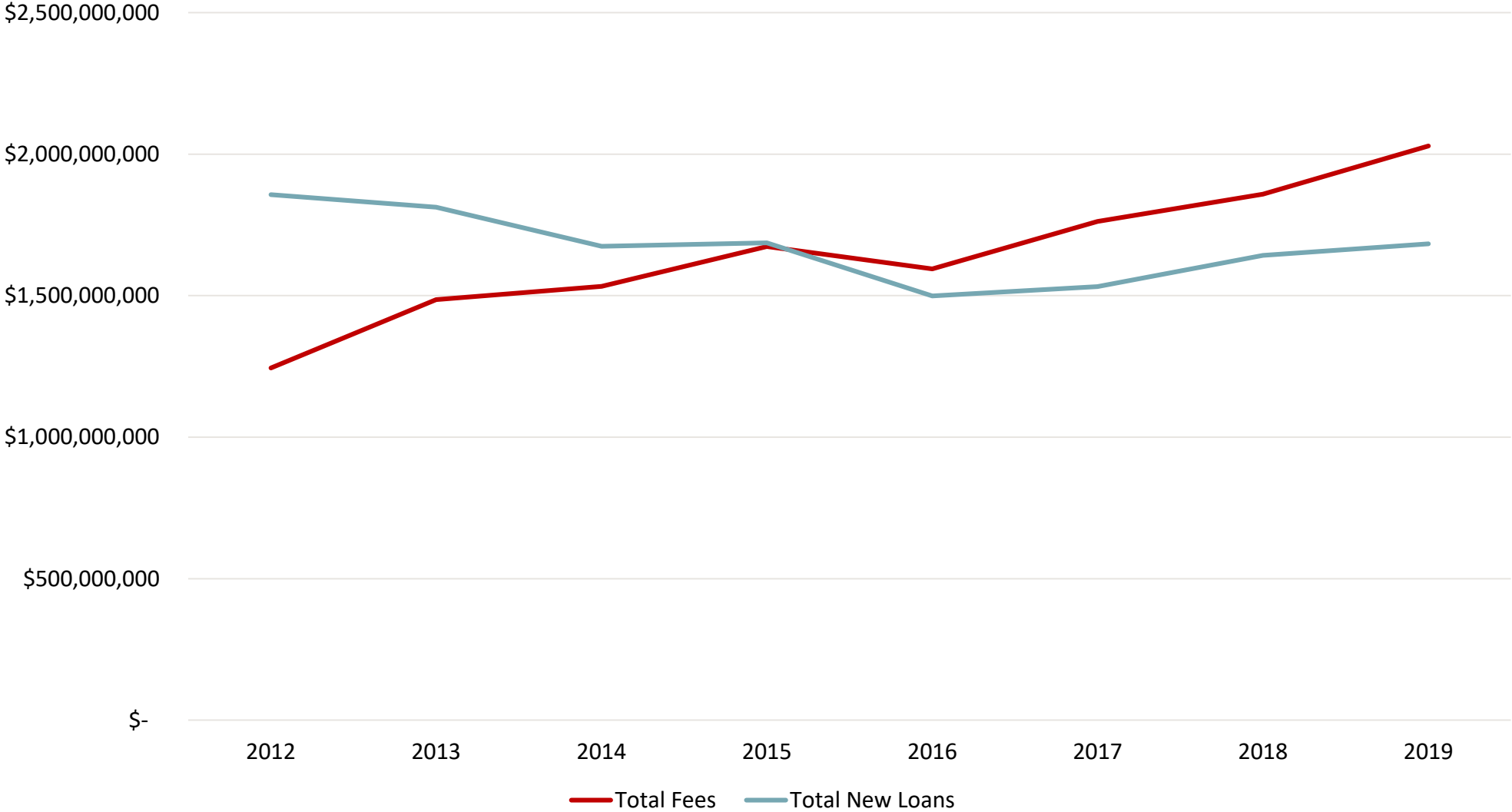
68,381
District Courts

64,117
County Courts

Source: Annual Statistical Report for the Texas Judiciary for Fiscal Year 2019, Texas Office of Court Administration (2020) at Statewide 5.



Payday and Auto Title Loan Market Trend: Ever-Increasing Fees

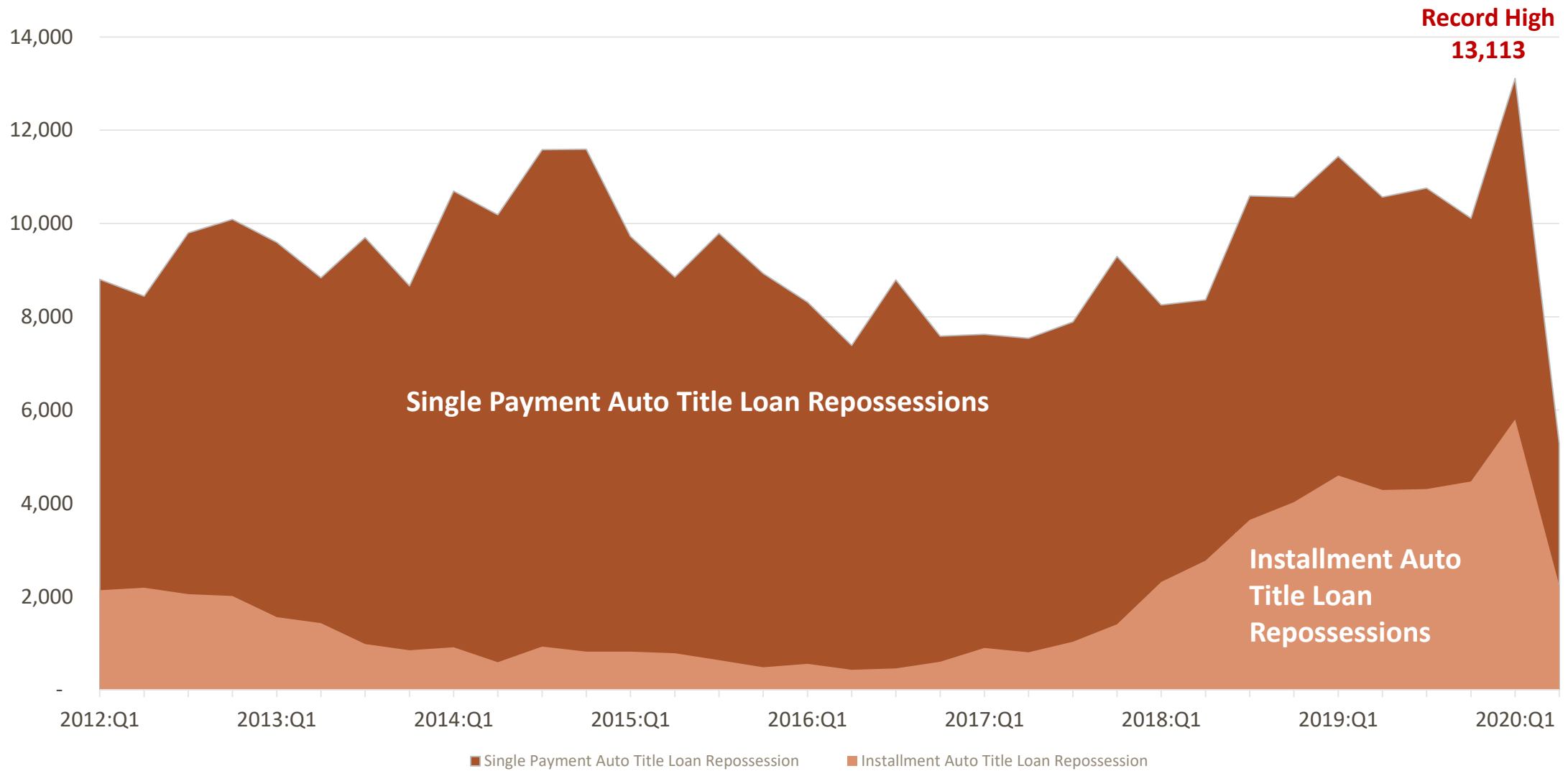


Source: CAB Annual Data 2012-2019, Texas Office of Consumer Credit Commissioner



Record High Quarterly Auto Repossessions Before Covid Hit

Q1 2012 - Q2 2020



Source: CAB Quarterly Data 2012-2019, Texas Office of Consumer Credit Commissioner



POLICY PRIORITIES

1. Reform High-cost Lending

- Rate Caps for Payday and Auto Title Loans
- Defend against efforts to raise rates for licensed consumer lending, preempt local ordinances, and open new predatory products.



2. Establish a Basic Cost of Living Exemption from Debt Collection

- Modernize essential wage protections in Texas law by expanding exemption coverage to include a basic monthly amount required to meet basic needs
- Stop harmful cascading defaults caused by freezing and garnishment of full balance in accounts to collect old debts.



CONTACT INFORMATION

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