

A Bill to Monitor Consumer Credit

1. Be it enacted by this Student Congress assembled that,
2. **Section I:** The Federal Department of Lending Constraints (FDLC) shall be established
3. A. The FDLC shall enforce this bill and absorb any current administrations or parts of administrations that
4. regulate any parts of this bill.
5. B. The Board of Directors shall be appointed by the President and approved by Congress every four
6. years.
7. C. The FDLC shall have access to and monitor the credit scores, and all relevant information to the
8. enforcement of this bill, as defined by the approved credit repositories.
9. D. The IRS shall make available to the FDLC all necessary information to enforce this bill.
10. E. The FDLC shall make all of its databases available to lenders (defined as any corporation, business,
11. bank, etc. that lends money to consumers as a part or form of business).
12. F. The funding for this bill shall be appropriated at the start of the fiscal year of 2009 and the enforcement
13. of this bill shall begin on the 1st of June, 2009.
14. **Section II:** All lenders must report to at least one of the approved credit repositories or the FDLC (who shall then
15. report to all of the repositories) with all relevant information regarding loans to consumers and credit scores at a
16. minimum of every month.
17. A. Lenders shall be fined \$100,000 for the first offense which shall be raised ten-fold for every
18. subsequent offense within a ten year period.
19. B. The approved credit repositories shall be Equifax, TransUnion, Experian, and any other repository that
20. petitions to be on the list and is approved by Congress
21. **Section III:** Restrictions on the amount of non-collateralized (NC) credit that each consumer may take each month
22. shall be based on the following stipulations:
23. A. Those who are on welfare without a form of disposable income shall not be allowed consumer credit.
24. B. Those with credit scores of: 0 – 500 shall not be allowed consumer credit, 501 – 600 shall be allowed
25. 50% of their NMI, 601 – 670 shall be allowed their NMI, 671 – 720 shall be allowed 150% of their
26. NMI and 721 – 850 shall be allowed unlimited consumer credit.
27. C. A person's initial credit score will be set at 600.
28. **Section IV:** Lenders shall not give a consumer any amount of credit that will allow them to exceed the amount
29. allowed in Section III. Lenders shall be fined \$50,000 per offense.

**Respectfully submitted by,
Southside High School**