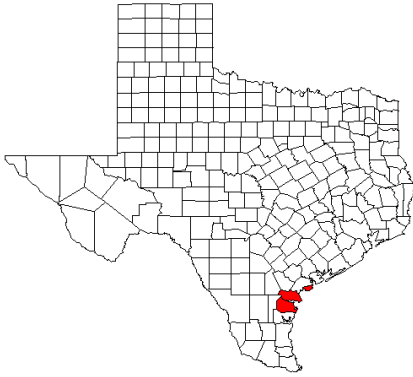


# Payday and Auto Title Lending in Texas

## Corpus Christi MSA 2015

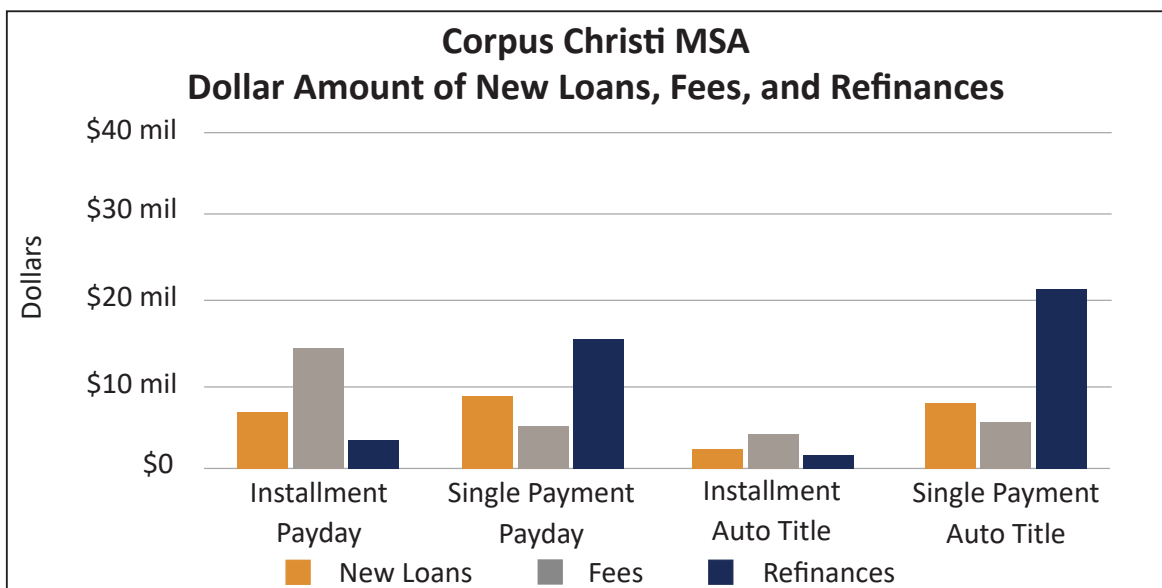


- **Store Locations:** 59
- **New Loans:** \$25,500,071
- **Fee Charges:** \$29,011,872
- **Refinances:** \$41,830,255
- **Repossessions (Auto Title):** 891 or 17 cars per week
- **Repossession Rate:** 14% of borrowers had car repossessed

### Refinances and High Fees Continue to Drive Costs

Payday and auto title businesses in Texas offer two main loan types: single payment loans, due in full in 2 weeks or 1 month, and installment loans, due in a series of payments over a period of up to 6 months. Longer loan terms mean installment loans have fewer refinances, but even higher fees.

- **In the Corpus Christi MSA, refinances make up 63% of single payment loan transactions.**
- **On average, installment borrowers paid \$2.04 in fees for every dollar borrowed.**
- **Across all four loan types, the average cost to repay a \$500 loan with no refinances is \$588 to \$1,479. For borrowers who refinance, the average cost to repay a \$500 loan can reach over \$3,000.** Average APRs for payday and auto title loans in the Corpus Christi MSA range from 221% to 585% (see table on back).



# Payday and Auto Title Lending in Texas

## Corpus Christi MSA at a Glance: Profile of Loan Terms and Repayment, \$500 Loan

	Installment Payday	Single Payment Payday	Installment Auto Title	Single Payment Auto Title
Average Loan Term (Days)	169	19	172	29
Average Fees per \$100	\$191.17	\$21.96	\$97.62	\$16.75
Ave. Annual Percentage Rate (APR)	585%	432%	337%	221%
Amount Repaid with No Refinances	<b>\$1,478.98</b>	<b>\$612.34</b>	<b>\$1,011.68</b>	<b>\$587.75</b>
Percent of Borrowers Who Refinance (Ave. of Quarterly Rates)	10.14%	46.16%	12.36%	46.25%
Average Refinances per Borrower	3.02	6.45	3.91	6.14
Amount Repaid with Ave. Refinances	<b>\$4,431.88</b>	<b>\$1,336.44</b>	<b>\$3,010.27</b>	<b>\$1,126.69</b>

### Installment Payday Loans Top Fee Driver

Installment payday loans made up 15% of the total dollars lent for 2015, but 50% of fee charges. Installment payday loans continued to hold the biggest percent share of total fees compared with other loan types. Average fee charges for installment payday and auto title loans decreased from 2014 to 2015. Fees per \$100 borrowed for installment payday loans decreased from \$192.62 to 191.17 and fees for installment auto title loans decreased from \$146.16 to \$97.62. Depending on the loan terms, **fees for one installment loan are often the same as the fees charged for 5 to 12 single payment loan transactions.** Overall, there were small decreases in the dollar amount of new loans (7.6%), refinances (8.7%) and fees (.3%) from 2014 to 2015.

