



IDFPR

Illinois Department of
Financial and Professional Regulation

Division of Financial Institutions

<https://idfpr.illinois.gov>

JB PRITZKER
Governor

MARIO TRETO, JR.
Secretary

FRANCISCO MENCHACA
Director

Notice of the Consumer Litigation Funding Act Effective May 27, 2022

On May 27, 2022, Governor JB Pritzker signed Senate Bill 1099 containing the Consumer Legal Funding Act into law with an immediate effective date.

Pursuant to Section 55(a) of the Consumer Legal Funding Act, it is unlawful for any person or entity to operate as a consumer legal funding provider in this State except as authorized by Consumer Legal Funding Act and without first having obtained a license in accordance with Consumer Legal Funding Act. However, any company licensed and in good standing under the Consumer Installment Loan Act as of May 27, 2022, shall be entitled to make consumer legal fundings pursuant to terms of the Consumer Legal Funding Act until the Department approves or denies approval its application for a Consumer Legal Funding Act license so long as it submits an application for a consumer legal funding license within 60 days of the Department issuing forms for the filing of such application.

Any consumer legal funding contract made by any person or entity in violation of Section 55(a) of the Consumer Legal Funding Act shall be null and void and the person or entity who entered into the consumer legal funding transaction shall have no right to collect, attempt to collect, receive, or retain any principal, interest, or charges related to the consumer legal funding transaction.

To apply for a license or address any questions, please contact the Consumer Credit Supervisor, Emiliya Farbstein at fpr.consumercredit@illinois.gov.

Disclaimer: This document is for informational purposes only and is not legal advice. This document does not change any requirement of state or federal law. Please consult with your own attorney for legal advice. This is not a written interpretation of any law.

555 West Monroe Street, 5th Floor Chicago, Illinois 60661 • (888) 473-4858 • TTY (866) 325-4949
320 West Washington Street, 3rd Floor Springfield, Illinois 62786 • (888) 473-4858 • TTY (866) 325-4949