

1 IN THE HOUSE

BY ORBECK

2 HOUSE BILL NO. 472

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of credit-granting
7 devices."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 06.05.209 is amended by adding a new subsection to read:

10 (b) A bank may issue a credit card or other similar credit-
11 granting device to a customer for obtaining money, goods, services or
12 anything else of value and the bank, when credit is extended under this
13 section, may impose a service charge not in excess of the limits for
14 service charges provided in AS 45.10.120(c). However, in addition,
15 when cash is advanced under this section, the bank may impose a set-up
16 charge which does not exceed three per cent of the funds advanced, or
17 \$12, whichever is less, except that on loans of under \$100 a minimum
18 not exceeding \$3 may be charged.