

Introduced: 1/28/87  
Referred: Labor and Commerce

5-0421A

1 IN THE SENATE

BY THE LABOR AND  
COMMERCE COMMITTEE

2

SENATE BILL NO. 87

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the credit card interest rate  
7 that may be charged by certain financial institu-  
8 tions."

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

10 \* Section 1. AS 06.05.209(b) is amended to read:

11 (b) A bank may issue a credit card or other similar credit-  
12 granting device to a customer for obtaining money, goods, services or  
13 anything else of value and the bank, when credit is extended under  
14 this section, may impose a service charge not in excess of one and  
15 one-half percent a month on the outstanding balance [THE LIMITS FOR  
16 SERVICE CHARGES PROVIDED IN AS 45.10.120(c)]. However, in addition,  
17 when cash is advanced under this section, the bank may impose a setup  
18 charge that [WHICH] does not exceed three percent of the funds ad-  
19 vanced, or \$12, whichever is less, except that on loans of under \$100  
20 a minimum not exceeding \$3 may be charged.