



LAWS OF ALASKA

1987

Source

CSSB 87(L&C)

Chapter No.

22

AN ACT

Relating to the credit card interest rate that may be charged by certain financial institutions.

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

THE ACT FOLLOWS ON PAGE 1, LINE 10

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY LINE OF EACH BILL SECTION.

Approved by the Governor: May 30, 1987
Actual Effective Date: August 28, 1987

AN ACT

Relating to the credit card interest rate that may be charged by certain financial institutions.

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

(b) A bank may issue a credit card or other similar credit-granting device to a customer for obtaining money, goods, services or anything else of value and the bank, when credit is extended under this section, may impose a service charge at a monthly rate that results in an annual rate not in excess of 17 percent on the outstanding balance [THE LIMITS FOR SERVICE CHARGES PROVIDED IN AS 45.-10.120(c)]. However, in addition, when cash is advanced under this section, the bank may impose a setup charge that [WHICH] does not exceed three percent of the funds advanced, or \$12, whichever is less, except that on loans of under \$100 a minimum not exceeding \$3 may be charged.