



115th MAINE LEGISLATURE

FIRST REGULAR SESSION-1991

Legislative Document

No. 1490

H.P. 1017

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House of Representatives, April 11, 1991

Reference to the Committee on Banking and Insurance suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative MELENDY of Rockland. Cosponsored by Representative COTE of Auburn, Representative PINEAU of Jay and Representative KETOVER of Portland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY-ONE

An Act to Prohibit Financial Institutions from Selling Certain Accounts without Sufficient Notice.

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Be it enacted by the People of the State of Maine as follows:

Sec. 1. 9-B MRSA §442, sub-§4 is enacted to read:

4. Notice of transfer. An institution may not transfer an account established under the authority of this section to any other institution, including a successor institution established through merger, consolidation, sale of assets or otherwise, without first providing 60 days' written notice of the transfer to the account owner, including a description of any effects of the transfer on the terms and conditions of the account.

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Sec. 2. 9-B MRSA §444, sub-§3 is enacted to read:

3. Notice of transfer. An institution may not transfer a credit card account to any other institution, including a successor institution established through merger, consolidation, sale of assets or otherwise, without first providing 60 days' written notice of the transfer to the account owner, including a description of any effects of the transfer on the terms and conditions of the account.

STATEMENT OF FACT

26 This bill establishes a requirement for financial institutions to provide 60 days' written notice to owners of
28 credit card accounts or individual retirement accounts prior to the transfer of those accounts to another financial institution,
30 including a successor institution.

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