

1 HB631
2 113654-1
3 By Representative Gordon
4 RFD: Banking and Insurance
5 First Read: 25-FEB-10

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8 SYNOPSIS: Existing law does not prohibit banks that
9 issue credit cards from increasing interest rates
10 or lowering credit lines on the credit cards more
11 than once every 12 months.

12 This bill would prohibit banks that issue
13 credit cards from increasing interest rates or
14 lowering credit lines on the credit cards more than
15 once every 12 months.

16
17 A BILL
18 TO BE ENTITLED
19 AN ACT
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21 To prohibit banks that issue credit cards from
22 increasing interest rates or lowering credit lines on the
23 credit cards more than once every 12 months.

24 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

25 Section 1. A bank, as that term is defined in
26 subdivision (1) of Section 5-1A-2, Code of Alabama 1975, may

1 not increase the interest rate or lower the credit line on
2 credit cards issued by it more than once every 12 months.

3 Section 2. This act shall become effective on the
4 first day of the third month following its passage and
5 approval by the Governor, or its otherwise becoming law.