

Installment Loans - Licensing

FOR the purpose of exempting from the requirement that certain institutions be licensed to make loans, certain educational institutions that loan their students or the parents or guardian of their students moneys for tuition or expenses.

BY repealing and reenacting, with amendments,

Article - Financial Institutions
Section 11-301
Annotated Code of Maryland
(1980 Volume and 1981 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland read(s) as follows:

Article - Financial Institutions

11-301.

(a) This subtitle does not apply to any loan:

- (1) Between relatives;
- (2) Between an employer and an employee; [or]
- (3) Between a landlord and a tenant; OR
- (4) BETWEEN A PROFESSIONAL---OR PRIMARY OR SECONDARY OR NONPROFIT DEGREE-GRANTING POSTSECONDARY ACADEMIC EDUCATIONAL INSTITUTION AND A STUDENT OR PARENTS OR GUARDIAN OF THAT STUDENT, FOR TUITION OR OTHER EXPENSES OF EDUCATION AT THAT INSTITUTION.

(b) The licensing provisions of this subtitle do not apply to any of the following persons, if organized under the laws of this State or otherwise qualified to do business in this State:

- (1) A banking institution;
- (2) A national banking association;
- (3) A federal or state savings and loan association;
- (4) A federal or state credit union; or
- (5) A licensee under any lending law of this State.