

Article - Financial Institutions

6-507.

(a) Except as otherwise expressly provided in this title, a credit union may not charge interest on any loan to a member at a rate of more than 1.5 percent a month on the unpaid balance.

(b) Notwithstanding the provisions of subsection (a) of this section, a credit union may charge interest on a loan to a member made on or after July 1, 1982, [and before July 1, 1985] at 2 percent a month on the unpaid balance provided, with respect to such loan, that:

(1) If the loan is a renewal or refinancing of a loan made prior to July 1, 1982, the lender complies with § 12-116 of the Commercial Law Article;

(2) If the loan includes a provision for a rate of interest which may be adjusted by the lender during the term of the loan, the lender complies with § 12-118 of the Commercial Law Article;

(3) Upon the borrower's default, if the loan is secured by personal property, the lender complies with § 12-115 of the Commercial Law Article concerning repossession and redemption of the goods securing the loan;

(4) If the loan is for the purchase of consumer goods, the loan contract complies with § 12-117 of the Commercial Law Article; and

(5) The loan does not include a balloon payment, unless payment in full is due on demand or in 1 year or less.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1985.

Approved May 21, 1985.

CHAPTER 151

(Senate Bill 220)

AN ACT concerning

Homeless Women - Shelters

FOR the purpose of eliminating certain references to a model shelter home for homeless women; providing that the