

LOAN MAY MAKE FUNDS AVAILABLE FOR THE ITEM ON A COLLECTION BASIS IF THE DEPOSITORY SAVINGS AND LOAN NOTIFIES THE ACCOUNT HOLDER ORALLY OR IN WRITING OF THIS ACTION WITHIN THE TIME THAT THE DEPOSITORY SAVINGS AND LOAN OTHERWISE WOULD BE REQUIRED UNDER REGULATIONS ADOPTED UNDER THIS SUBTITLE TO MAKE FUNDS AVAILABLE TO THE ACCOUNT HOLDER;

(4) A DEPOSITORY SAVINGS AND LOAN MAY FIND THAT THE COLLECTIBILITY OF AN ITEM IS DOUBTFUL, IF:

(I) THE DEPOSITORY SAVINGS AND LOAN HAS REASON TO BELIEVE THAT THE MAKER, DRAWER, OR PAYOR OF THE ITEM IS INSOLVENT;

(II) THE ITEM CONTAINS AN INFIRMITY ON ITS FACE, INCLUDING A FORGERY, AN ALTERATION, OR FALSE OR FRAUDULENT INDICATION OF THE DRAWER'S, MAKER'S, OR PAYOR'S NAME OR ROUTING NUMBER; OR

(III) THE MANNER OF PRESENTMENT OF THE ITEM RAISES A REASONABLE SUSPICION OF FRAUD;

(5) FOR ANY ITEM IN EXCESS OF \$2,500 MADE BY AN ACCOUNT HOLDER IN ONE BUSINESS DAY, THE AVAILABILITY OF FUNDS FOR THE AMOUNT IN EXCESS OF \$2,500 SHALL BE DETERMINED ACCORDING TO THE SAVINGS AND LOAN ASSOCIATION'S POLICY, OR IF THE ACCOUNT HOLDER ELECTS, ON A COLLECTION BASIS;

(6) FOR ANY ITEM DEPOSITED BY A NEW ACCOUNT HOLDER AT A DEPOSITORY SAVINGS AND LOAN, THE AVAILABILITY OF FUNDS FOR ANY ITEM DEPOSITED WITHIN 90 CALENDAR DAYS OF THE OPENING OF AN ACCOUNT BY THE ACCOUNT HOLDER SHALL BE SUBJECT TO THE SAVINGS AND LOAN ASSOCIATION'S POLICY; AND

(7) EXCEPT FOR ACCOUNTS WITH OVERDRAFT PROTECTION IN WHICH THE ACCOUNT HOLDER'S CREDIT LINE HAS NOT BEEN EXCEEDED, IF ANY ACCOUNT OR COMBINATION OF ACCOUNTS OF AN ACCOUNT HOLDER HAS BEEN OVERDRAWN HAD ITEMS-AN ITEM RETURNED ON 3 SEPARATE OCCASIONS BUSINESS DAYS WITHIN A 6-MONTH PERIOD, ALL ACCOUNTS OF THAT ACCOUNT HOLDER SHALL BE SUBJECT TO THE SAVINGS AND LOAN ASSOCIATION'S POLICY FOR A PERIOD OF 6 MONTHS AFTER THE THIRD 3RD RETURN FOR INSUFFICIENT FUNDS.

(D) (E) THE DIVISION DIRECTOR MAY GATHER FROM SAVINGS AND LOAN ASSOCIATIONS IN THE STATE ANY INFORMATION REQUIRED BY THE DIVISION DIRECTOR FOR THE ADOPTION OF REGULATIONS UNDER THIS SECTION.

(E)--THE--REGULATIONS--ADOPTED--UNDER--THIS--SECTION--SHALL REQUIRE--EACH--SAVINGS--AND--LOAN--ASSOCIATION--TO:

(1)--NOTIFY--EACH--HOLDER--OF--AN--ACCOUNT--IN--THE ASSOCIATION--IN--WRITING--OF--THE--APPLICABLE--TIME--LIMITATIONS--AND--THE