

LIMITATIONS AND THE ASSOCIATION'S POLICY ON THE ASSOCIATION'S
CUSTOMER'S RIGHTS TO DRAW ON ITEMS DEPOSITED TO THE CUSTOMER'S
ACCOUNT.

SECTION 2. AND BE IT FURTHER ENACTED, That:

(a) If the federal government enacts legislation, or directs the Federal Reserve to, establish time limits within which a financial institution is required to make funds available for items deposited by a customer, member, or account holder of the financial institution, and if federal legislation does not apply to all banking institutions, credit unions, and savings and loan associations chartered or incorporated under the laws of the State:

(1) The Bank Commissioner is empowered to and shall adopt regulations for banking institutions and credit unions chartered or incorporated under the laws of the State and not covered by the federal legislation; and

(2) The Director of the Division of Savings and Loan Associations is empowered to and shall adopt regulations for savings and loan associations chartered by the State and not covered by the federal legislation.

(b) The regulations shall be adopted within 90 days of the enactment of the federal legislation and shall make applicable to the banking institutions, credit unions, and savings and loan associations chartered or incorporated under the laws of the State and not covered by the federal legislation, the provisions of the federal legislation that establish time limits within which the financial institutions are required to make funds available for deposited items.

(c) Upon adoption of the regulations, Section 1 of this Act shall be null and void.

SECTION 3. AND BE IT FURTHER ENACTED, That if the federal government enacts legislation that establishes time limits within which all financial institutions chartered or incorporated under the laws of this State are required to make funds available for items deposited by a customer, member, or account holder of the financial institution, Section 1 of this Act shall be null and void.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act shall take effect ~~July 1~~ October 1, 1987.

Approved May 14, 1987.
