

President of the Senate  
State House  
Annapolis MD 21401

Dear Mr. President:

In accordance with Article II, Section 17 of the Maryland Constitution, I have today vetoed Senate Bill 520.

This bill provides that a credit grantor of an open end credit plan secured by real property may charge an origination fee not to exceed two percent of the initial advance made under the plan.

House Bill 988, which was passed by the General Assembly and signed by me on May 14, 1996, accomplishes the same purpose. Therefore, it is not necessary for me to sign Senate Bill 520.

Sincerely,  
Parris N. Glendening  
Governor

**Senate Bill No. 520**

AN ACT concerning

**Credit Regulation -- Revolving Credit Plan -- Origination Fees**

FOR the purpose of authorizing a credit grantor of an open end credit plan that is secured by real property to charge an origination fee not to exceed a certain percentage of the initial advance made under the plan; and generally relating to secured open end credit plans.

BY repealing and reenacting, with amendments,  
Article -- Commercial Law  
Section 12-905(b) and (e)  
Annotated Code of Maryland  
(1990 Replacement Volume and 1995 Supplement)

BY adding to  
Article -- Commercial Law  
Section 12-905(g)  
Annotated Code of Maryland  
(1990 Replacement Volume and 1995 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

**Article -- Commercial Law**

12-905.