

Annotated Code of Maryland
(1986 Replacement Volume and 1991 Supplement)

Preamble

WHEREAS, Subtitle F of Title II of the Federal Deposit Insurance Corporation Improvement Act of 1991 (Public Law 102-242) requires all depository institutions to make uniform disclosures of the rates of interest which are payable on deposit accounts and the fees that are assessable against deposit accounts; and

WHEREAS, Section 269 of Public Law 102-242 requires the Federal Reserve Board to issue regulations applicable to all depository institutions to carry out these uniform disclosure requirements; and

WHEREAS, Section 272 of Public Law 102-242 requires the National Credit Union Administration to issue regulations applicable to all depository institutions to carry out these uniform disclosure requirements; and

WHEREAS, The uniform federal disclosures required of all depository institutions are similar but not identical to the disclosures currently imposed under Maryland law on Maryland-chartered banks, savings banks, trust companies, and credit unions, ~~and savings and loan associations~~; and

WHEREAS, It would be preferable to have consistent, nonduplicative regulation of Maryland-chartered financial institutions that accept deposits and federally chartered depository institutions; now, therefore,

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

Article - Financial Institutions

5-302.

(a) (1) As to the interest bearing account of each depositor in a banking institution, the banking institution shall generally make available to any customer with an existing account, in addition to actually giving to the customer, on the opening of the interest bearing account and, later, on demand of the customer:

(i) Written notice of:

1. The annual rate of simple interest currently in effect;
2. The dates, if any, on which the current rate of interest may be changed, and the terms and conditions under which each successive interest rate will be applied;
3. The date or point in time on which the deposit begins to earn interest;