

By: Cain of the Senate  
and  
Rice of the House

An Act relating to consumer credit; amending Section 4, Chapter 352, O.S.L. 1998 (14A O.S. Supp. 1998, Section 3-203.2), which relates to revolving loan credit card accounts; requiring certain disclosure notice to be provided to debtor in connection with certain consumer revolving loan accounts; specifying contents of such notice; defining term; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY Section 4, Chapter 352, O.S.L. 1998 (14A O.S. Supp. 1998, Section 3-203.2), is amended to read as follows:

Section 3-203.2 (1) With respect to a consumer revolving loan account accessed by a lender credit card or similar arrangement, the lender may impose and collect from the debtor the following charges, in addition to those set forth in Section 3-202 of ~~Title 14A of the Oklahoma Statutes~~ this title and notwithstanding any other provision of Section 1-101 et seq. of this act title to the contrary:

- (a) A delinquency charge, in an amount not exceeding any limit imposed from time to time by rule of the Administrator, with respect to any payment due in connection with a billing cycle under the account, to be payable if the payment is not made within ten (10) days after its due date. No more than one delinquency charge may be imposed in each billing cycle and it may be collected at any time after it accrues either independently of any payment made on the account or from a payment made if the lender discloses

delinquency charges to the debtor as they are imposed and informs the debtor of the full amount that the debtor must pay for the applicable period in order to remain current on the account;

- (b) An over-limit charge, in an amount not exceeding any limit imposed from time to time by rule of the Administrator, for each time the debtor exceeds the designated credit limit on the account; and
- (c) A returned item charge, in an amount not exceeding any limit imposed from time to time by rule of the Administrator, for each return by a bank or other depository institution of a dishonored check, negotiable order of withdrawal or share draft issued by the debtor in connection with the account.

(2) With respect to any such account, if the lender provides a grace period during which a new extension of credit under the account may be repaid without incurring a charge, but a charge is permitted under the terms of the agreement to be imposed for the period on any unpaid balance at the end of the period, the following disclosure notice must be provided in writing to the debtor:

"Oklahoma Residents: The terms of this agreement allow for a finance charge at the end of the grace period that may be greater than the finance charge computed under a similar rate using an average balance method."

As used in this subsection, "charge" includes a charge that may be imposed pursuant to the provisions of this section or Section 3-202 of this title or any other finance charge for the extension of credit.

SECTION 2. This act shall become effective November 1, 1999.

Passed the Senate the 1st day of March, 1999.

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President of the Senate

Passed the House of Representatives the \_\_\_\_ day of \_\_\_\_\_ ,  
1999.

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Speaker of the House of  
Representatives