

loans cannot be terminated until the loan is paid in full, and to provide that authorizations by certain persons for payroll deductions to repay loans from credit unions are exempt from the law concerning assignment of wages.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That new Section 152(d) be and it is hereby added to Article 11 of the Annotated Code of Maryland (1968 Replacement Volume and 1971 Supplement), title "Banks and Trust Companies," subtitle "Credit Unions," to follow immediately after Section 152(c), and that Section 9 of Article 8 of the Annotated Code of Maryland (1968 Replacement Volume), title "Assignment of Choses in Action," subtitle "Assignment of Wages," be and it is hereby repealed and re-enacted with amendments, and all to read as follows:

152.

(d) *If any loan made to a credit union member is to be repaid by means of payroll deductions authorized by the member from the member's wages or earnings, the payroll deductions shall remain in full force and effect and shall not be cancelled, voided or terminated by the member until the loan balance has been repaid in full. FULL, PROVIDED THE AMOUNT OF THE PAYROLL DEDUCTION DOES NOT EXCEED THE AMOUNT OF ANY ATTACHMENT PERMITTED UNDER SECTION 31 OF ARTICLE 9. If the guarantor or co-maker of a member's loan is to repay the loan by means of payroll deductions authorized by the co-maker or guarantor from the co-maker's or guarantor's wages or earnings, the payroll deductions shall remain in full force and effect and shall not be cancelled, voided or terminated by the co-maker or guarantor until the loan balance has been paid in full. FULL, PROVIDED THE AMOUNT OF THE PAYROLL DEDUCTION DOES NOT EXCEED THE AMOUNT OF ANY ATTACHMENT PERMITTED UNDER SECTION 31 OF ARTICLE 9.*

9.

The term "assignment," as used in Sections 6 to 12, shall include every assignment, transfer, sale, pledge, mortgage or hypothecation, however made or attempted, of the wages or salary of any person, or of any interest therein [.] , *but shall not include an authorization by a loan maker, co-maker, or guarantor for payroll deductions for the purpose of repaying a loan made by a certified STATE OR FEDERALLY CHARTERED CREDIT union to a credit union member.*

SEC. 2. *And be it further enacted,* That this Act shall take effect July 1, 1972.

Approved May 5, 1972.

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CHAPTER 283

(House Bill 441)

AN ACT to repeal in its entirety, Section 34 of the Code of Public Local Laws of Washington County (1970 Edition, being Article