

Interest - Short-Term Accounts

FOR the purpose of requiring banking institutions and savings and loan associations to pay a certain minimum percentage of interest on certain types of savings accounts.

BY adding to

Article 11 - Banks and Trust Companies
Section 105A
Annotated Code of Maryland
(1968 Replacement Volume and 1975 Supplement)

BY adding to

Article 23 - Corporations
Section 160 1/2
Annotated Code of Maryland
(1973 Replacement Volume and 1975 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That new Section 105A be and it is hereby added to Article 11 - Banks and Trust Companies, of the Annotated Code of Maryland (1968 Replacement Volume and 1975 Supplement) to read as follows:

Article 11 - Banks and Trust Companies

105A.

(A) AS USED IN THIS SECTION, THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED:

(1) "BANKING INSTITUTION" MEANS ANY SAVINGS INSTITUTION, STATE BANK, [[NATIONAL BANK,]] OR TRUST COMPANY.

(2) "SHORT-TERM" MEANS A PERIOD OF ONE YEAR OR LESS.

(B) A BANKING INSTITUTION SHALL PAY A MINIMUM OF 3 PERCENT PER ANNUM INTEREST ON SAVINGS ACCOUNTS WHICH ARE:

(1) SHORT-TERM;

[[(2) CLOSED IF ANY WITHDRAWAL IS MADE;]] AND

[[(3)]] (2) INSTITUTED FOR A SPECIFIC PURPOSE, INCLUDING "CHRISTMAS" OR "VACATION" ACCOUNTS.

[[(C) THE INTEREST REQUIRED BY THIS SECTION MAY NOT BE PAID ON FUNDS THAT HAVE BEEN ON DEPOSIT FOR LESS THAN 90 DAYS.]]

SECTION 2. AND BE IT FURTHER ENACTED, That new Section 160 1/2 be and it is hereby added to Article 23 - Corporations, of the Annotated Code of Maryland (1973