

HOUSE BILL No. 2838

By Representative Yonally

2-11

9 AN ACT relating to credit cards; requiring certain notices.

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11 *Be it enacted by the Legislature of the State of Kansas:*

12 Section 1. (a) If two interest rates apply to an outstanding credit card
13 balance, the issuer of such credit card, as defined in K.S.A. 16a-1-301,
14 and amendments thereto, shall provide notice to the credit card holder,
15 in the monthly statement, that any payment received by the credit card
16 issuer from the credit card holder shall be applied against the balance
17 subject to the lower of the two interest rates first. Such notice shall be in
18 at least 10 point bold face type.

19 (b) Failure to comply with the provisions of this section shall be a
20 misdemeanor punishable by a fine of not less than \$500 nor more than
21 \$1,500.

22 Sec. 2. This act shall take effect and be in force from and after its
23 publication in the statute book.