

105TH CONGRESS
1ST SESSION

H. R. 3066

To amend the Truth in Lending Act to require 90 days notice before changing the annual percentage rate of interest applicable on any credit card account or before changing the index used to determine such rate, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 13, 1997

Mrs. MALONEY of New York introduced the following bill; which was referred to the Committee on Banking and Financial Services

A BILL

To amend the Truth in Lending Act to require 90 days notice before changing the annual percentage rate of interest applicable on any credit card account or before changing the index used to determine such rate, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Credit Card Interest
5 Rate Change Disclosure Act”.

1 **SEC. 2. NOTICE REQUIRED.**

2 Section 127 of the Truth in Lending Act (15 U.S.C.
3 1637) is amended by adding at the end the following new
4 subsection:

5 “(h) **ADVANCE NOTICE OF INCREASE IN INTEREST**
6 **RATE REQUIRED.**—In the case of any credit card account
7 under an open-end consumer credit plan—

8 “(1) no increase in any annual percentage rate
9 of interest (other than an increase due solely to a
10 change in another rate of interest to which such rate
11 is indexed) applicable to any outstanding balance of
12 credit under such plan; and

13 “(2) no change in the index used to determine
14 any such annual percentage rate of interest,
15 may take effect before the end of the 90-day period begin-
16 ning on the date notice of such increase or change in index
17 is first provided to the consumer.”.

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