

## State Corporation Commission 2011 Fiscal Impact Statement

**1. Bill Number:** SB1304

<b>House of Origin</b>	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
<b>Second House</b>	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

**2. Patron:** Ruff

**3. Committee:** Commerce and Labor

**4. Title:** Electronic transfer of funds; required approval.

**5. Summary:** Electronic transfer of funds; required approval. Requires a financial institution to give a depositor two weeks notice prior to honoring instructions directing the financial institution to electronically transfer funds in the consumer deposit account if the instructions do not include or contain the signature of a party to the consumer deposit account consenting to or approving the transfer. If the depositor does not notify the financial institution that he has not authorized the transfer, the financial institution may honor the instructions. If the depositor notifies the financial institution that he has not authorized the transfer, the financial institution shall cease making such transfers until it has determined that the transfers have been authorized by a party to the account or are otherwise legally required or permitted.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** No fiscal impact on the State Corporation Commission.

**8. Fiscal Implications:** None on the State Corporation Commission.

**9. Specific Agency or Political Subdivisions Affected:** State Corporation Commission and the Bureau of Financial Institutions.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** None.

**Date:** 1-19-11 E. J. Face, Jr.