

HOUSE BILL No. 5070

September 21, 1989, Introduced by Reps. Profit, Bennett and DeMars and referred to the Committee on Corporations and Finance.

A bill to amend section 4 of Act No. 136 of the Public Acts of 1960, entitled

"Sale of checks act,"

as amended by Act No. 275 of the Public Acts of 1986, being section 487.904 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 4 of Act No. 136 of the Public Acts of
2 1960, as amended by Act No. 275 of the Public Acts of 1986, being
3 section 487.904 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 4. (1) Except as otherwise provided in this act, this
6 act shall not apply to the sale or issuance of checks by ANY OF
7 THE FOLLOWING:

8 (a) State or national banks, state or federal credit unions,
9 trust companies, state or federal savings and loan associations,

1 and state or federal stock or mutual savings banks whose
2 principal office is located in this state and is insured by an
3 agency of the federal government.

4 (b) The United States or any department or agency of the
5 United States.

6 (c) A foreign bank agency, as defined by section 5(1) of THE
7 BANKING CODE OF 1969, Act No. 319 of the Public Acts of 1969,
8 being section 487.305 of the Michigan Compiled Laws, located in
9 this state.

10 ~~(2) This act shall not apply to the receipt of money by an~~
11 ~~incorporated telegraph company at any office of such company for~~
12 ~~immediate transmission by telegraph.~~

13 (2) ~~(3)~~ An organization described in subsection (1)(a)
14 which sells or issues checks through or by means of agents or
15 representatives which are not branches of ~~such~~ THE organization
16 shall comply with section 10(2) and section 10a(6) for checks
17 sold through ~~such~~ THE agents OR REPRESENTATIVES. ~~Such~~ THE
18 agents OR REPRESENTATIVES shall comply with section 10a(1), (2),
19 (3), and (5).