

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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HOUSE BILL 982
Second Edition Engrossed 5/4/89

Short Title: Commercial Loan Commitments.

(Public)

Sponsors: Representative Blue.

Referred to: Commerce.

March 31, 1989

A BILL TO BE ENTITLED

AN ACT TO PROVIDE THAT COMMERCIAL LOAN COMMITMENTS MUST BE
IN WRITING.

The General Assembly of North Carolina enacts:

Section 1. Chapter 22 of the General Statutes is amended by adding a new
section to read:

"§ 22-5. Commercial loan commitments.

No commercial loan commitment by a bank, savings and loan association, or credit
union for a loan in excess of twenty-five thousand dollars (\$25,000) shall be binding
unless the commitment is in writing and signed by the party to be bound. As used in
this section, the term 'commercial loan commitment' means an offer, agreement,
commitment, or contract to extend credit primarily for business, commercial, or
agricultural purposes, and does not include charge or credit card accounts, personal lines
of credit, overdrafts, or any other consumer account."

Sec. 2. This act shall become effective October 1, 1989.