Ly. Hunter (Senate Sponsor - Hinojosa) (In the Senate - Received from the House April 27, 2011; April 28, 2011, read first time and referred to Committee on Administration; May 17, 2011, reported favorably by the following vote: Yeas 4, Nays 0; May 17, 2011, sent to printer.) 1-1 1-2 1-3 1-4 1-5

1-6 1-7 A BILL TO BE ENTITLED AN ACT

relating to the processing fee charged for a dishonored payment 1-8 1-9 device.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-10 1-11 SECTION 1. Section 3.506(b), Business & Commerce Code, is 1-12 amended to read as follows:

On return of a payment device to the holder following 1-13 (b) dishonor of the payment device by a payor, the holder, the holder's 1-14 assignee, agent, or representative, or any other person retained by the holder to seek collection of the face value of the dishonored payment device may charge the drawer or indorser a <u>maximum</u> 1**-**15 1**-**16 1-17 [reasonable] processing fee of [not more than] \$30. 1-18

1-19 SECTION 2. This Act takes effect September 1, 2011.

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