

**HOUSE BILL NO. 1101  
with Senate Amendments**

Fifty-sixth  
Legislative Assembly  
of North Dakota

**HOUSE BILL NO. 1101**

Introduced by

Industry, Business and Labor Committee

(At the request of the Department of Banking and Financial Institutions)

1 A BILL for an Act to create and enact a new section to chapter 6-08 of the North Dakota  
2 Century Code, relating to electronic fund transfer fees and disclosures; and to amend and  
3 reenact subsection 7 of section 6-03-02 of the North Dakota Century Code, relating to bank  
4 electronic fund transfer fees and disclosures.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. AMENDMENT.** Subsection 7 of section 6-03-02 of the 1997 Supplement  
7 to the North Dakota Century Code is amended and reenacted as follows:

8 7. To exercise, as determined by the board by order or rule, all the incidental powers  
9 as are necessary to carry on the business of banking, including: discounting and  
10 negotiating promissory notes, bills of exchange, drafts, and other evidences of  
11 debt; receiving deposits; buying and selling exchange, coin, and bullion; and  
12 loaning money upon real or personal security, or both; soliciting and receiving  
13 deposit in the nature of custodial accounts funded only in savings accounts or  
14 certificates of deposit for the purpose of retirement fund contracts or pension  
15 programs, and such custodial accounts are exempt from chapter 6-05; providing  
16 services to its customers involving electronic transfer of funds to the same extent  
17 that other financial institutions chartered and regulated by an agency of the federal  
18 government are permitted to provide those services within this state. A bank that  
19 provides electronic funds transfer equipment and service to its customers, at  
20 premises separate from its main banking house or duly authorized facility  
21 approved by the state banking board, must make the equipment and service  
22 available for use by customers of any other bank upon the request of the other  
23 bank to share its use and the agreement of the other bank to share pro rata all  
24 costs incurred in connection with its installation and operation, and the electronic

1 operations are not deemed to be the establishment of a branch, nor of a separate  
2 facility. The electronic operations at premises separate from its banking house or  
3 duly authorized facility, must be considered a customer electronic funds transfer  
4 center and may be established subject to rules that the state banking board  
5 adopts. ~~A financial institution engaging in electronic funds transfers in this state  
6 may impose a transaction fee for the use of an electronic funds transfer facility if  
7 the imposition of the fee is disclosed at a time and in a manner that allows the user  
8 to terminate or cancel the transaction without incurring the transaction fee. The  
9 fee may be in addition to any other charge imposed by the operator at an  
10 electronic funds transfer facility or by any other financial institution.~~

11 **SECTION 2.** A new section to chapter 6-08 of the North Dakota Century Code is  
12 created and enacted as follows:

13 **Electronic funds transfer fees.** The operator of any electronic funds transfer facility  
14 providing for electronic funds transfer in this state may impose a transaction fee for the use of  
15 an electronic funds transfer facility if the imposition of the fee is disclosed at the time and in a  
16 manner that allows the user to terminate or cancel the transaction without incurring the  
17 transaction fee. The fee may be in addition to any other charge imposed by the operator at an  
18 electronic funds transfer facility or by any other financial institution. The name of the owner of  
19 an automated teller machine must be shown on each automated teller machine located  
20 separate from a financial institution.