

No. 173

## AN ACT

HB 1668

To facilitate the use of electronic funds transfer systems by providing that credits to accounts in financial institutions designated by recipients shall satisfy legal requirements for payments by cash or checks.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. For the purposes of any statute, rule or regulation requiring any payment to be made in lawful money or by check, whether for wages, salaries, commissions or other claims of any kind, such payment may be made by credit to an account in a bank, credit union or other financial institution authorized to accept deposits or payments designated by the recipient of such payment if the recipient has requested such method of payment in writing.

Section 2. Every such request, as described in section 1, shall be effective provided that:

(i) the written agreement shall set forth all terms and conditions under which such transfers are to be made and the terms and conditions as to the method or methods to be used by which a wage-earner may withdraw such request and terminate the agreement; and

(ii) no funds transferred pursuant to a request as described in section 1, shall be transferred by any employer or other person to any account unless the party authorizing the transfer of such funds shall have received a separate written record of each such transfer at or prior to the time thereof.

Section 3. This act shall supersede any inconsistent provision of any other statute, rule or regulation.

Section 4. This act shall take effect immediately.

APPROVED—The 19th day of December, A. D. 1975.

MILTON J. SHAPP