

HOUSE No. 417

The Commonwealth of Massachusetts

PRESENTED BY:

Kay Khan and Daniel J. Hunt

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act creating a maximum allowable check-cashing rate.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
<i>Kay Khan</i>	<i>11th Middlesex</i>	<i>2/15/2021</i>
<i>Daniel J. Hunt</i>	<i>13th Suffolk</i>	<i>2/15/2021</i>
<i>Lindsay N. Sabadosa</i>	<i>1st Hampshire</i>	<i>2/18/2021</i>
<i>Tami L. Gouveia</i>	<i>14th Middlesex</i>	<i>2/22/2021</i>
<i>David Henry Argosky LeBoeuf</i>	<i>17th Worcester</i>	<i>2/23/2021</i>
<i>Elizabeth A. Malia</i>	<i>11th Suffolk</i>	<i>2/24/2021</i>
<i>Paul McMurtry</i>	<i>11th Norfolk</i>	<i>2/26/2021</i>
<i>Tricia Farley-Bouvier</i>	<i>3rd Berkshire</i>	<i>2/26/2021</i>
<i>Tommy Vitolo</i>	<i>15th Norfolk</i>	<i>7/28/2021</i>

HOUSE No. 417

By Representatives Khan of Newton and Hunt of Boston, a petition (accompanied by bill, House, No. 417) of Kay Khan, Daniel J. Hunt and others for legislation to limit fees charged by cashers of checks, drafts or money orders. Consumer Protection and Professional Licensure.

[SIMILAR MATTER FILED IN PREVIOUS SESSION
SEE HOUSE, NO. 4308 OF 2019-2020.]

The Commonwealth of Massachusetts

**In the One Hundred and Ninety-Second General Court
(2021-2022)**

An Act creating a maximum allowable check-cashing rate.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Section 13 of chapter 169A of the General Laws is hereby amended by
2 striking out, in line 3, the words “five hundred” and inserting in place thereof the following
3 words:- one thousand.

4 SECTION 2. Said chapter 169A is hereby amended by adding after section 13 the
5 following new section:-

6 Section 14. (a) No licensee shall directly or indirectly charge or collect fees or other
7 considerations for cashing checks payable to natural persons in excess of the following:

8 (1) 2.5 per cent of the face value of the check plus a service charge of one dollar for any
9 government check issued by the United States, the Commonwealth of Massachusetts or any
10 political subdivision thereof.

11 (2) 2.25 per cent of the face value of a payroll check plus a service charge of one dollar.

12 (3) 5 per cent of the face value of the check or 5 dollars, whichever is greater, plus a
13 service charge of one dollar, for all personal checks.

14 (4) 3 per cent plus a service charge of 1 dollar for all other payment instruments,
15 including checks, drafts, or money orders.

16 (b) No licensee shall charge more than 5 dollars to set up an initial customer account.

17 SECTION 3. This act shall take effect as of December 31, 2022.