

SENATE OF PENNSYLVANIA BILL SUMMARY

Senate Bill 1265 Printer's No. 1804

Prime Sponsor: White

Committee: Banking and Insurance

SYNOPSIS:

Clarifies that payroll debit cards are lawful money for the purposes of wages, salaries, commissions and other claims of any kind.

SUMMARY:

When a statute requires payment by lawful money or by check for wages salaries, commissions, or claims of any kind, the payment may be made by a payroll debit card if the recipient chooses to receive payment in that manner.

When an employee elects to receive payment by a payroll debit card, the financial institution shall provide the employee with disclosures, notice of transfers, access to account information and other consumer protections.

The payroll card must provide the employee with ability to make at least on withdrawal each pay period without charge for any amount up to and including the full amount of the employee's net wages for that pay period. If the employee is paid more than once a week, the payroll card must allow for at least one withdrawal per week without cost.

Effective Date: Immediately

BILL HISTORY:

Prepared by: Logue 5/17/2016