

1 (ii) If real property is taken as security, the credit grantor shall
2 record the entire line of credit when the credit plan is established.

3 (b) Without limiting subsection (a) of this section, credit may be extended
4 under a revolving credit plan by a credit grantor's acquisition of obligations arising
5 out of the honoring of a credit device made available to a borrower under a plan,
6 whether directly or indirectly by means of telephone, point of sale terminal,
7 automated teller machine or other electronic or similar device, or through the mails,
8 by:

9 (1) A merchant;

10 (2) A bank or other financial institution chartered or organized under
11 the laws of this or any other state, the District of Columbia, the United States or any
12 district, territory, or possession of the United States, or any foreign country;

13 (3) Any other person or entity; or

14 (4) A government or governmental subdivision or agency.

15 [(c) Notwithstanding subsections (a) and (b) of this section, a revolving credit
16 plan may not be secured by a lien on residential real property if the plan is accessed
17 through the use of a credit device through which the credit grantor acquires purchase
18 obligations incurred by the honoring of the credit device.]

19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
20 October 1, 2000.