

By Mr. McEvoy of Somerville, petition of Julius Stone for permitting joint accounts to be held in credit unions by a member with another person. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Fifty-Eight.

AN ACT TO PERMIT JOINT ACCOUNTS TO BE HELD BY A MEMBER
WITH ANOTHER PERSON.

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 10 of chapter 171 of the General Laws, as most re-
2 cently amended by chapter 182 of the acts of 1957, is hereby
3 further amended by deleting the words "another member" in
4 the fourth sentence of the section and substituting therefor the
5 words:— another person, — so as to read as follows:— The
6 capital of a credit union shall be unlimited in amount and shall
7 consist of shares and deposits. Shares shall be of a par value of
8 five dollars each and shall be subscribed and paid for in such
9 manner as the by-laws of the credit union shall prescribe. A
10 credit union may also contract, on terms to be agreed upon,
11 with a person eligible for membership in the credit union or a
12 member of the family of such a person, for the deposit at inter-
13 vals within a period of twelve months, of sums of money, to be
14 known as club deposits, in the aggregate not in excess of five hun-
15 dred dollars, and for the payment of interest on the same at a
16 rate not more than one per cent less than its last regular dividend
17 on shares. Every member of a credit union shall hold one share,
18 and may hold shares or make deposits, or both, therein in his
19 own name to an amount not exceeding four thousand dollars in
20 the aggregate, exclusive of club deposits, and may allow divi-
21 dends or interest on such accounts to accumulate until the prin-

22 cipal of such accounts with the accrued dividends or interest
23 thereon amounts to five thousand dollars in the aggregate, and,
24 provided he is a member of a credit union having assets of two
25 hundred thousand dollars or more and has no other account,
26 he may jointly with [another member] **another person** hold
27 shares or make deposits, or both, to an amount not exceeding
28 eight thousand dollars in the aggregate, exclusive of club de-
29 posits, and may allow dividends or interest thereon to accumu-
30 late until the principal of such accounts with the accrued divi-
31 dends or interest thereon amounts to ten thousand dollars in
32 the aggregate.