

HOUSE . . . . . No. 3567

---

---

**The Commonwealth of Massachusetts**

---

HOUSE OF REPRESENTATIVES, March 28, 1962.

The committee on Bills in the Third Reading, to whom was referred the Bill authorizing banks to accept and disburse insurance premiums relating to educational savings programs (House, No. 134), report recommending that the same be amended by the substitution of the accompanying bill (House, No. 3567).

For the committee,

ANTHONY M. COLONNA.

## The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Sixty-Two.

### AN ACT AUTHORIZING BANKS TO ACCEPT AND DISBURSE INSURANCE PREMIUMS RELATING TO EDUCATIONAL SAVINGS PROGRAMS.

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

- 1 Chapter 167 of the General Laws is hereby amended by in-  
2 serting after section 56 the following section: —
- 3 *Section 56A.* Any bank may establish, participate in, and  
4 act as trustee in an educational savings program approved by  
5 the commissioner whereby any person may purchase a specific  
6 plan in such program designed to provide for the education of a  
7 child upon his attaining college age. Such bank may purchase  
8 group life insurance on the lives of the debtors participating in  
9 such program. The premium for such insurance, or the premium  
10 on an individual life insurance policy held to cover the indebted-  
11 ness, may be added to the payments required of any such debtor  
12 and the proceeds of any such insurance, dividends or premium  
13 refunds shall be applied by the bank for the sole benefit of the  
14 debtors in the manner provided in section fifty-six. No trustee,  
15 director, officer or employee of such bank shall benefit financially,  
16 directly or indirectly, from the sale of such insurance.