

SENATE No. 162

To accompany the petition of Farmers Home Administration, by Raymond H. Freeman, for legislation relative to mortgage investments by State banks, trust companies and savings banks. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Fifty.

AN ACT TO AMEND THE BANKING LAWS RELATING TO MORTGAGE INVESTMENTS BY STATE BANKS, TRUST COMPANIES AND SAVINGS BANKS.

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

1 All lending institutions in this state (including
2 state banks, savings banks, co-operative banks, trust
3 companies, and other types of firms, associations, or
4 ganizations, societies, corporations, agencies and finan-
5 cial institutions now or hereafter authorized to make
6 or invest in loans secured by mortgages on farm real
7 estate) are authorized to make loans (and to sell,
8 buy or otherwise invest in notes, bonds or other in-
9 struments evidencing loans) secured by mortgages
10 insured (or with respect to which commitments to
11 insure have been made) under Title I of the Bankhead-
12 Jones Farm Tenant Act (7 U. S. C. 1000 et seq.), as
13 heretofore or hereafter amended. Restrictions of any

14 character imposed by the laws of Massachusetts with
 15 respect to loans or investments by such lending in-
 16 stitutions shall not be applicable to loans or invest-
 17 ments so secured by mortgages insured under Title I
 18 of said act.