
By Mr. Vaitses of Melrose, petition of John F. Santry for legislation relative to the business of making small loans. Banks and Banking.

The Commonwealth of Massachusetts

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

AN ACT RELATING TO THE BUSINESS OF MAKING SMALL
LOANS.

1 *Whereas*, The deferred operation of this act would
2 tend to defeat its purpose which is to enable the many
3 citizens of this commonwealth who are unable to pay
4 for their automobile insurance premiums in cash to
5 secure financing of such premiums in order that they
6 may register their motor vehicles without undue de-
7 lay, inconvenience and hardship, therefore it is hereby
8 declared to be an emergency law necessary for the
9 immediate preservation of the public convenience.

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

1 General Laws, chapter 140, section 96, is hereby
2 amended by striking out the following sentence ap-
3 pearing therein, "The buying or endorsing of notes
4 or the furnishing of guarantee or security for compen-
5 sation shall be considered to be engaging in the busi-
6 ness of making small loans within said sections, but
7 the foregoing provisions of this sentence shall not
8 apply in the case of any transaction which involves
9 any note or other instrument evidencing the indebted-
10 ness of a buyer to the seller of goods, services or
11 insurance for a part or all of the purchase price" and
12 inserting in place thereof the following: — The buying

13 or endorsing of notes or the furnishing of guarantee or
14 security for compensation shall be considered to be
15 engaging in the business of making small loans within
16 said sections, but said sections shall not apply to
17 transactions involving the sale of goods or insurance,
18 whether such sale is made directly by the owner of the
19 goods or the issuer of the insurance or by or through
20 agents, brokers, consignees, bailees, trustees or other
21 persons, or to any note, conditional sale contract or
22 other instrument evidencing indebtedness of the
23 buyer of the goods or insurance for a part or all of the
24 purchase price thereof; and neither shall said sec-
25 tions apply to transactions involving the rendering of
26 services or to any note or other instrument evidencing
27 indebtedness of the person for whom the services were
28 rendered for a part or all of the charges for said serv-
29 ices.