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By Mr. Gott of Arlington, petition of the Savings Banks Association of Massachusetts relative to the collection and receipt by savings banks of deposits and payments on loans by payroll deduction. Banks and Banking.

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## The Commonwealth of Massachusetts

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

AN ACT RELATIVE TO THE COLLECTION AND RECEIPT BY SAVINGS BANKS OF DEPOSITS AND PAYMENTS ON LOANS BY PAY-ROLL DEDUCTION.

*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 1. Section 6 of chapter 168 of the General  
2 Laws, as appearing in section 1 of chapter 432 of the  
3 acts of 1955, is hereby amended by inserting after the  
4 second paragraph the following paragraph:—

5 If such corporation shall have arranged with an em-  
6 ployer for the collection and receipt of deposits by pay-  
7 roll deduction under the authority of section twenty-  
8 three, such corporation may, under regulations made  
9 by it and approved by the commissioner, arrange with  
10 such employer for the collection and receipt of payments  
11 by pay-roll deduction to be credited to the individual  
12 loan accounts of his employees making such payments,  
13 and the restrictions relating to assignments of and  
14 orders for wages and salaries contained in chapter one  
15 hundred and fifty-four shall not apply to the collection  
16 and receipt of payments and deposits by pay-roll deduc-  
17 tion authorized by this section and by section twenty-  
18 three.

1 SECTION 2. Section 8 of chapter 154 of the General  
2 Laws, as most recently amended by chapter 631 of the  
3 acts of 1955, is hereby further amended by inserting  
4 after the word "loan" in line 6, the words: — from any  
5 savings bank as provided in section six and section  
6 twenty-three of chapter one hundred and sixty-eight or,  
7 — so as to read as follows: — *Section 8.* None of the  
8 foregoing sections of this chapter, nor section one hun-  
9 dred and forty-eight of chapter one hundred and forty-  
10 nine, shall be applicable to or control or prohibit the  
11 deduction of labor or trade union or craft dues or obli-  
12 gations, or making deposits in or for the repayment of  
13 any loan from any savings bank as provided in section  
14 six and section twenty-three of chapter one hundred  
15 and sixty-eight or from any credit union, subscriptions  
16 to a non-profit hospital service corporation established  
17 under chapter one hundred and seventy-six A, or to a  
18 medical service corporation established under chapter  
19 one hundred and seventy-six B, or to a charitable cor-  
20 poration, or payments or contributions of or toward  
21 the cost of or the premiums on any insurance policy or  
22 annuity contract or purchase of government bonds, or  
23 purchase of stock pursuant to an employee stock pur-  
24 chase plan, from wages of an employee by an employer  
25 in accordance with a written request made by the in-  
26 dividual employee; provided, that no such written re-  
27 quest, whether recorded or not, except in the case of  
28 labor or trade union or craft dues, shall be regarded as  
29 an assignment valid against a trustee process.