
To accompany the petition of P. Eugene Casey for the appointment of a joint special committee to investigate the manner in which mutual liability insurance companies conduct their business within the Commonwealth. Rules, acting concurrently.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Thirty-Five.

Resolve providing for an Investigation relative to the Manner in which Mutual Liability Insurance Companies conduct their Business within the Commonwealth.

1 *Whereas*, Mutual liability insurance companies
2 are authorized to write casualty business of all
3 kinds within the commonwealth of Massachu-
4 setts, and whereas it has been represented to the
5 state division of insurance and to the public in
6 general, that all premiums derived through the
7 issuance of liability insurance policies are paid
8 direct from the assured to the company, and,
9 whereas it has developed that the mutual com-
10 panies through subsidiary companies and/or
11 agencies controlled by the executives of said
12 mutual companies obtain secret commissions and
13 percentages through the underwriting of said
14 business in an unreasonable amount, and con-

15 trary to the insurance laws of this common-
16 wealth; therefore be it

17 *Resolved*, That a joint special committee be
18 appointed to consist of senators, designated by
19 the president of the senate, representatives,
20 designated by the speaker of the house of rep-
21 resentatives, to investigate the affairs of all
22 mutual companies writing casualty insurance
23 within the commonwealth, and determine the
24 amounts paid to the subsidiary companies or
25 agencies for the underwriting of said business,
26 and to determine to whom the commissions and
27 percentages are paid. The committee shall re-
28 port to the general court by filing its findings
29 and recommendations with the clerk of the senate
30 on or before the day of in
31 the current year.