

HOUSE No. 1321

Bill accompanying the petition of James K. R. Gamage for the removal of the limitation on the capital stock of trust companies. Banks and Banking. January 20.

The Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and Sixteen.

AN ACT

To remove the Limitation on the Capital Stock of Trust Companies.

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 five of chapter one hundred and
2 sixteen of the Revised Laws, as amended by chapter
3 four hundred and eighty-seven of the acts of the year
4 nineteen hundred and seven, and by chapter two hun-
5 dred and six of the acts of the year nineteen hundred
6 and thirteen, is hereby further amended by striking out
7 the words, "nor more than one million dollars", in the
8 second and third lines, so as to read as follows:— *Section*
9 *5.* The capital stock of such corporation shall be not
10 less than two hundred thousand dollars, except that in a
11 city or town whose population is not more than one

12 hundred thousand the capital stock may be not less than
13 one hundred thousand dollars, divided into shares of the
14 par value of one hundred dollars each; and except also
15 that in towns whose population is not more than ten
16 thousand the capital stock may be not less than fifty
17 thousand dollars divided into shares of the par value of
18 one hundred dollars each; and no business shall be
19 transacted by the corporation until the whole amount
20 of its capital stock is subscribed for and actually paid in,
21 and no shares shall be issued until the par value of such
22 shares shall have actually been paid in in cash.

1 SECTION 2. This act shall take effect upon its passage.