

HOUSE No. 769

By Mr. Weinberg of Boston, petition of the Massachusetts Co-operative Bank League relative to real estate loans in co-operative banks. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Sixty.

AN ACT RELATIVE TO REAL ESTATE LOANS IN CO-OPERATIVE 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 Section 24 of chapter 170 of the General Laws is hereby
2 amended by striking out subsection 4 and inserting in place
3 thereof the following subsection:—

4 4. The principal sum of any loan secured by a mortgage on
5 any one parcel of real estate shall when made, or the unpaid
6 principal balance outstanding on any loan so secured shall when
7 acquired, not exceed twenty-five thousand dollars; provided,
8 that the aggregate amount of loans, as to each of which the un-
9 paid balance of principal outstanding is more than twenty
10 thousand dollars, shall not at any one time exceed twenty per
11 cent of the deposits of the corporation; and, further provided,
12 that loans over twenty thousand dollars and not exceeding
13 twenty-five thousand dollars shall not exceed seventy-five per
14 cent of the value of the mortgaged property as certified by the
15 security committee.

