

**SENATE . . . . . No. 1615**

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*The Commonwealth of Massachusetts*

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SENATE, August 19, 1976

The committee on Insurance, to whom was referred the petition (accompanied by bill, Senate, No. 545) of Chester G. Atkins for legislation relative to insurance policies of savings and insurance banks; and the petition (accompanied by bill, Senate, No. 546) of Chester G. Atkins for legislation relating to savings bank life insurance contracts reports the accompanying bill (Senate, No. 1615).

For the Committee,

**DANIEL J. FOLEY**

## The Commonwealth of Massachusetts

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

### AN ACT RELATING TO SAVINGS BANK LIFE INSURANCE.

*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 10 of Chapter 178 of the General Laws is hereby  
2 amended by striking out Section 10 as most recently amended  
3 by Chapter 117 of the Acts of 1958 and inserting in place  
4 thereof the following Section: —

5 *Section 10.* No savings and insurance bank shall write any  
6 policy or annuity contract binding it to pay more than ten  
7 thousand dollars, exclusive of dividend or profits upon the death  
8 of any one person, except under such agreement as it may  
9 make to pay an amount equal to a cash surrender value which  
10 may exceed ten thousand dollars and except under such agree-  
11 ment as it may make that upon the death of the payor of the  
12 premiums under any policy issued by the bank on the life of  
13 a minor or on the life of a husband, wife or child of such  
14 payor, it will make such policy paid up or waive certain or  
15 all future premiums thereunder and except for such amount,  
16 if any, as it may be bound to pay upon the death of such  
17 person under an employee's group policy, or under an annuity  
18 contract embodying an agreement to refund, upon the death  
19 of the holder, to his estate or to a specified payee, a sum not  
20 exceeding the premiums paid thereon with compound interest,  
21 nor shall it write any annuity contract otherwise binding it  
22 to pay in any one year more than two hundred dollars, exclu-  
23 sive of dividends or profits. The aggregate amount of savings  
24 bank life insurance which may be issued or in force at any  
25 time on any one life, in all savings and insurance banks, shall  
26 not exceed an aggregate amount which would be equal to one  
27 thousand dollars in each savings and insurance bank, exclusive  
28 of group insurance, payor insurance, dividends and profits.