

HOUSE No. 541

Accompanying the petition of The Savings Banks Association of Massachusetts that institutions for savings be authorized to take as collateral the securities of a state or country or of a political subdivision thereof. Banks and Banking. January 17.

The Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and Twenty-One.

AN ACT

To authorize Savings Banks and Institutions for Savings to take as Collateral the Securities of a State or Country or of a Political Subdivision thereof.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 Paragraph (five) of subdivision (e) of clause ninth of
- 2 section fifty-four of chapter one hundred and sixty-eight
- 3 of the General Laws is hereby amended by inserting after
- 4 the word "associations", in line five hundred and ninety-
- 5 seven, the words:— and such other bonds, notes or se-
- 6 curities of a state or country or of a political subdivision
- 7 thereof, — and by striking out the words "or shares", in
- 8 line six hundred, and inserting in place thereof the words:
- 9 — shares or securities, — so as to read as follows:—
- 10 (5) Such other bonds, notes or shares of corporations or
- 11 associations and such other bonds, notes or securities of

12 a state or country or of a political subdivision thereof
13 and at such percentages of their market value as the
14 board of investment shall approve: *provided*, that if the
15 commissioner shall disapprove any such bonds, notes,
16 shares or securities, he shall make such written recom-
17 mendations to the board of investment of such corpora-
18 tion as the case may require, and shall include in his
19 annual report a statement of the facts on each case in
20 which such board of investment has not complied with
21 his recommendations in a manner satisfactory to him; or

