

# HOUSE . . . . No. 941

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By Mr. Curtis of Boston (by request), petition of Charles M. Rogerson relative to deposits in commercial departments of trust companies of certain funds held in the trust departments of such companies. Banks and Banking.

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## The Commonwealth of Massachusetts

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

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An Act relative to the Deposit in the Commercial Department of Trust Companies of Certain Funds held in the Trust Department.

*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 fifty-four of chapter one hun-  
2 dred and seventy-two of the General Laws, as amended  
3 by section twenty-four of chapter three hundred and  
4 forty-nine of the acts of nineteen hundred and thirty-  
5 four, is hereby further amended by striking out all  
6 after the word "thereof" in the ninth line, — so as to  
7 read as follows:— *Section 54.* Money, property or  
8 securities received, invested or loaned under the pro-  
9 visions of sections fifty to fifty-two, inclusive, shall be  
10 a special deposit in such corporation, and the ac-  
11 counts thereof shall be kept separate. Such funds  
12 and the investment or loans thereof shall be specially  
13 appropriated to the security and payment of such  
14 deposits, shall not be mingled with the investments of

15 the capital stock or other money or property belong-  
16 ing to such corporation, or be liable for the debts or  
17 obligations thereof.

1 SECTION 2. Said chapter one hundred and seventy-  
2 two is hereby amended by inserting after said section  
3 fifty-four the following new section: —

4 *Section 54A.* Notwithstanding any provision of  
5 section fifty-four, funds held in the trust department  
6 awaiting investment or distribution may be deposited  
7 in the commercial department if such corporation shall  
8 first transfer to said trust department to be held as  
9 security therefor bonds, notes, bills and/or certificates  
10 of indebtedness of the United States or of this com-  
11 monwealth of an aggregate value of not less in amount  
12 than funds so deposited, and shall at all times main-  
13 tain the value of such security to such amount.