

# SENATE . . . . No. 13

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To accompany the petition of Timothy J. Donovan, Commissioner of Banks, for legislation relative to classes of shares and accounts in co-operative banks. Banks and Banking.

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## The Commonwealth of Massachusetts

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In the Year One Thousand Nine Hundred and Fifty-Two.

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### AN ACT RELATING TO CLASSES OF SHARES AND ACCOUNTS IN CO-OPERATIVE BANKS.

1 *Whereas*, The deferred operation of this act would  
2 tend to defeat its purpose, it is hereby declared to be  
3 an emergency law to become effective immediately.

*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 1 of chapter 170 of the Gen-  
2 eral Laws, as amended by chapter 371 of the acts of  
3 1950, is hereby amended by adding at the end of para-  
4 graph 5 the following words:—, which shares and  
5 accounts shall be deemed to be deposits., — so that  
6 said paragraph will read as follows:— “Share cap-  
7 ital” or “share liability”, the total sum due at any  
8 given time upon all shares and accounts referred to in  
9 section thirteen, which shares and accounts shall be  
10 deemed to be deposits.

11 Section 1 of chapter 170 of the General Laws, as  
12 amended by chapter 371 of the acts of 1950, is hereby

13 further amended by striking out the word “the” in  
14 the first line of the sixth paragraph and inserting in  
15 place thereof the words:— a depositor or, — so that  
16 said paragraph will read as follows:— “Shareholder”  
17 or “member”, a depositor or holder of any shares or  
18 accounts referred to in section thirteen.

1 SECTION 2. Section 7 of chapter 170 of the Gen-  
2 eral Laws, as amended by chapter 371 of the acts of  
3 1950, is hereby amended by adding after the word  
4 “of” in the fourth line of the first paragraph the  
5 words:— and depositor in, — so that said paragraph  
6 will read as follows:— Each person who is recorded  
7 on the books of the corporation as the holder of one  
8 or more shares or accounts referred to in section thir-  
9 teen, shall be deemed a member and shareholder of  
10 and depositor in the corporation.

1 SECTION 3. Section 13 of chapter 170 of the Gen-  
2 eral Laws, as amended by chapter 371 of the acts of  
3 1950, is hereby amended by striking out the word  
4 “payments” in the second line of the first sentence  
5 and inserting in place thereof the word:— deposits, —  
6 so that said sentence will read as follows:— The capi-  
7 tal shall be unlimited and shall be accumulated by de-  
8 posits on shares and other accounts permitted by law.