

which are insured by insurance companies that are authorized to do business in the commonwealth by the commissioner of insurance and that portion of all loans secured by shares or deposits in the credit union, or twenty per cent of such balances on all outstanding loans which are not excluded and which are two months or more in arrears, whichever is greater.

Approved March 23, 1979.

Chap. 40. AN ACT INCREASING THE AMOUNT FROM FIVE HUNDRED TO FIVE THOUSAND DOLLARS WHICH SHALL BE REPORTED TO THE COMMISSIONER OF BANKS RELATIVE TO BANK SHORTAGES.

Be it enacted, etc., as follows:

Section 11C of chapter 167 of the General Laws, inserted by chapter 368 of the acts of 1950, is hereby amended by striking out, in line 1, the word "hundred" and inserting in place thereof the word:- thousand.

Approved March 23, 1979.

Chap. 41. AN ACT RELATIVE TO THE NUMBER OF ASSISTANT TREASURERS IN A CO-OPERATIVE BANK.

Be it enacted, etc., as follows:

The second paragraph of section 10 of chapter 170 of the General Laws is hereby amended by striking out the first sentence, as appearing in section 1 of chapter 371 of the acts of 1950, and inserting in place thereof the following sentence:- Such corporation may provide in its by-laws for assistant treasurers.

Approved March 23, 1979.

Chap. 42. AN ACT FURTHER REGULATING THE AUTHORITY OF TRUST COMPANIES TO TAKE SECOND MORTGAGES AS COLLATERAL SECURITY FOR LOANS.

Be it enacted, etc., as follows:

Section 48A of chapter 172 of the General Laws, as amended by section 1 of chapter 657 of the acts of 1975, is hereby further amended by striking out clause (a) and inserting in place thereof the following clause:-

(a) residential property as security for a noncommercial or nonbusiness loan not exceeding twenty-five thousand dollars; or.

Approved March 23, 1979.

Chap. 43. AN ACT INCREASING THE AMOUNT A CREDIT UNION MAY LEND ON CERTAIN REAL ESTATE MORTGAGES.

Be it enacted, etc., as follows:

Subsection (a) of subdivision (B) of section 24 of chapter 171 of the General Laws is hereby amended by striking out paragraph 4, as most recently amended by chapter 46 of the acts of 1978, and inserting in place thereof the following paragraph:-

4. A credit union which is insured in full under federal or state law and whose shares and deposits aggregate more than two million dollars may make a mortgage loan not exceeding ninety per cent of the value of the real estate, payable not more than thirty-five years from the date of the note; provided, that such loan shall not exceed sixty thousand dollars; and shall be secured by a first mortgage on a single or two family residence occupied or to be occupied by the mortgagor in whole or in part; that the mortgagor has certified in writing that he does not require junior financing; that the credit committee has submitted an opinion in writing that the building has a useful life beyond the term said loan has to run and that the building will be completed prior to the making of any disbursement on the loan; and that the terms of the note or mortgage require monthly payments in such amounts that the aggregate principal reduction at any time during the term of the loan shall not be less than that which would be required in the case of a note of like amount and interest rate providing for complete amortization by equal monthly payments over a period of thirty-five years; and provided, further, that the portion of the loan exceeding forty-five thousand dollars shall be guaranteed or insured by a mortgage insurance company which has been determined to be a "qualified private insurer" under the provisions of the Federal Home Loan Mortgage Corporation Act (P.L. 91-351), or has been approved by the commissioner as qualified to insure loans of this class; and which is authorized to transact business in the commonwealth. Each such monthly payment shall be applied first to interest and the balance to principal. Interest upon each such loan shall be computed monthly on the unpaid balance. The note or mortgage shall contain a provision requiring the payment each month of a proportionate part of the estimated real estate taxes and betterment assessments. The aggregate amount which any credit union may make or acquire under this subsection shall not exceed fifteen per cent of the aggregate balance of the shares, deposits, guaranty fund, reserve fund and undivided earnings of such credit union.

Approved March 23, 1979.

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Chap. 44. AN ACT RELATIVE TO THE MEMBERSHIP OF THE SOLDIERS' MEMORIAL COMMISSION OF THE CITY OF HOLYOKE.

Be it enacted, etc., as follows:

SECTION 1. Section 1 of chapter 113 of the acts of 1929 is hereby amended by striking out the first sentence and inserting in place thereof the following sentence:- For the purpose of establishing and maintaining a memorial or memorials in the city of Holyoke to the men and women who served with the armed forces of the United States or of any nation allied or associated with