

SENATE . . . . No. 112.

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[Introduced on leave by Senator Nye of the Cape. Banks and Banking.]

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Commonwealth of Massachusetts.

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In the Year One Thousand Nine Hundred and Three.

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AN ACT

Relative to Savings Bank Investments.

*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. Clause seventh of section twenty-  
2 six of chapter one hundred and thirteen of the  
3 Revised Laws is hereby amended, so as to read  
4 as follows:—

5 Seventh, If such deposits and income cannot  
6 be conveniently invested in the modes hereinbe-  
7 fore prescribed, not exceeding one-third part  
8 thereof may be invested in bonds or other per-  
9 sonal securities payable, and to be paid, at a time  
10 not exceeding one year, with at least two sureties,  
11 if the principal and sureties are all citizens of this  
12 Commonwealth and resident therein: *provided,*

13 that any manufacturing corporation organized  
14 under the laws of another state, which carries on  
15 a manufacturing business in this Commonwealth,  
16 may be accepted as principal; and *provided*, that  
17 the total liabilities to any such savings bank, of  
18 any person, or of any partnership, company or  
19 corporation for money borrowed upon personal  
20 security, including in the liabilities of a partner-  
21 ship or company not incorporated the liabilities  
22 of the several members thereof, shall at no time  
23 exceed five per centum of such deposits and in-  
24 come.

1 SECTION 2. This act shall take effect upon its  
2 passage.