

Bill accompanying the petition of John F. Sheehan for legislation relative to investments of the legal reserves of life insurance companies. Insurance. January 30.

Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and Five.

AN ACT

Relative to Investments of the Legal Reserves of
Life Insurance Companies.

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

1 No part of the funds of a life insurance com-
2 pany doing business in this Commonwealth to an
3 amount in excess of five per centum of the legal
4 reserve against all its policies as found by the
5 insurance commissioner under the provisions of
6 section eleven of the Revised Laws, shall be in-
7 vested in the capital stock or bonds of any one
8 bank or trust company or in loans on such stock
9 or bonds as collateral or deposited with such
10 bank or trust company for the purpose of pro-
11 viding for its reserve liability as provided for in
12 said section, and so such investment in excess
13 of said amount shall be received or allowed by
14 the insurance commissioner in the determination
15 of the legal reserve of such company.

