

SENATE No. 133

To accompany the petition of Austin W. Clapp relative to loans and surrender values of life insurance policies. Insurance.

The Commonwealth of Massachusetts.

In the Year One Thousand Nine Hundred and Sixteen.

AN ACT

Relative to Loans and Surrender Values of Life Insurance Policies.

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. No policy of life or endowment
2 insurance shall be issued or delivered in this state,
3 unless it contains the provision that the company
4 may, at its option, defer the granting of any loan,
5 other than to pay premiums on policies in the
6 company, and may, at its option, defer the grant-
7 ing of any surrender value, for a period of not
8 exceeding ninety days from the date of the appli-
9 cation for such loan or surrender value: *provided,*
10 that a foreign insurance company may issue in
11 this state any policy containing provisions re-
12 quired by the laws of its own state respecting the

13 deferring of loans or granting surrender values,
14 and a domestic company may issue in other states
15 policies which contain provisions relating to the
16 deferring of loans or granting surrender values
17 required by the laws of such states.

1 SECTION 2. All acts, or parts of acts, incon-
2 sistent herewith, are hereby repealed.

1 SECTION 3. This act shall take effect January
2 first, nineteen hundred and seventeen, but any
3 life insurance company may insert in policies
4 issued or delivered in this state after the passage
5 of this act and prior to said date, the provision set
6 forth in section one of this act.

