

HOUSE No. 2040

The Commonwealth of Massachusetts

HOUSE OF REPRESENTATIVES, March 8, 1939.

The committee on Banks and Banking, to whom was referred the petition (accompanied by bill, House, No. 1577) of William H. Wellen (president of the Credit Union League of Massachusetts, Inc.) and others that the Central Credit Union Fund, Inc., be permitted to invest in shares of credit unions incorporated in Massachusetts, report the accompanying bill (House, No. 2040).

For the committee,

DAVID M. OWENS.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Thirty-Nine.

AN ACT AUTHORIZING THE CENTRAL CREDIT UNION FUND,
INC., TO BECOME A MEMBER OF A CREDIT UNION.

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 five of chapter one hundred and seventy-
2 one of the General Laws, as appearing in the Ter-
3 centenary Edition, is hereby amended by inserting
4 after the word "union" in the fourth line the words:
5 —, or the Central Credit Union Fund, Inc. estab-
6 lished by chapter two hundred and sixteen of the
7 acts of nineteen hundred and thirty-two, — so as to
8 read as follows:— *Section 5.* Any fraternal organi-
9 zation, voluntary association, partnership or corpo-
10 ration, having a usual place of business within the
11 commonwealth and composed principally of indi-
12 vidual members or stockholders who are themselves
13 eligible to membership in a credit union, or the
14 Central Credit Union Fund, Inc. established by
15 chapter two hundred and sixteen of the acts of nine-
16 teen hundred and thirty-two, may become a member
17 of a credit union, but, except with the consent of the
18 commissioner, a credit union shall make no loan to
19 such a member in excess of the total of its shares
20 and deposits therein; nor shall a credit union receive

21 from any such member money in payment for shares
22 or on deposit to such an amount that the total of
23 such payments by all members of the class described
24 in this section shall exceed at any time twenty-five
25 per cent of the assets of the credit union.

