

By Mr. Long of Dover, petition of the Citizens for Fair Taxation and Charles W. Long that interest and dividends from savings deposits and accounts be exempt from taxation. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Seventy-Four.

**AN ACT TO EXEMPT FROM TAXATION INTEREST AND DIVIDENDS
FROM SAVINGS DEPOSITS AND ACCOUNTS.**

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. Section 3 of chapter 62 of the General Laws,
2 as inserted by section 5 of chapter 555 of the acts of 1971, is
3 hereby amended by striking out subsection (h) and inserting in
4 place thereof the following subsection: —

5 (h) Interest and dividends from savings deposits, savings
6 accounts, shares or share savings accounts in any savings or
7 cooperative bank, trust company or credit union incorporated
8 in or chartered by the commonwealth; in any national banking
9 association, federal savings or loan association or federal credit
10 union located in the commonwealth; in any banking company
11 or Morris Plan company subject to chapter one hundred and
12 seventy-two A; in any savings or loan association under the
13 supervision of the commissioner of banks; or in the Massachu-
14 setts Hospital Life Insurance Company.

1 SECTION 2. Section 4 of said chapter 62, as inserted by
2 said chapter 555 of the acts of 1971, is hereby amended by
3 striking out paragraph (1) of subsection (a) and inserting in
4 place thereof the following paragraph: —

5 (1) Interest from bonds, notes, money at interest, debts and
6 from other sources, except interest from loans made in the
7 course of business by persons subject to the provisions of

8 sections seventy to eighty-five, inclusive, of chapter one
9 hundred and forty.

1 SECTION 3. This act shall apply to taxable years
2 commencing after December thirty-first, nineteen hundred and
3 seventy-three.