

[Similar matter filed during past session —
See Senate, No. 20 of 1976]

SENATE No. 10

By Mrs. Fonseca, a petition (accompanied by bill, Senate, No. 10) of Mary L. Fonseca and Larry P. Cole for legislation relative to the borrowing and lending power of credit unions. Banks and Banking.

The Commonwealth of Massachusetts

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

**AN ACT RELATIVE TO THE BORROWING AND LENDING POWER OF
CREDIT UNIONS.**

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 16 of Chapter 171 of the General Laws as amended
2 is hereby further amended by striking the sixth and seventh
3 sentences thereof and inserting in place thereof the following
4 sentences: —

5 *Section 16:* “Notwithstanding any provision of the law to
6 the contrary, the directors may borrow, with the approval of
7 the commissioner, from any source in an aggregate amount
8 not exceeding 25 per centum of its paid-in and unimpaired
9 capital and surplus. Also, with the approval of the commis-
10 sioner, the directors may authorize loans to any state or fed-
11 eral credit union in a total amount not exceeding 25 per cen-
12 tum of its paid-in and unimpaired capital and surplus.”

