

SENATE No. 21

By Mr. Burke, a petition (accompanied by bill, Senate, No. 21) of John P. Burke for legislation to prohibit the discretionary powers of banks to change the rate of interest of any loan during the course of the loan contract. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Eighty-one.

AN ACT PROHIBITING THE DISCRETIONARY POWERS OF BANKS TO CHANGE THE RATE OF INTEREST ON LOANS DURING THE COURSE OF THE LOAN CONTRACT.

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

1 Notwithstanding any general or special law, rule or regula-
2 tion to the contrary, the commissioner of banks is hereby au-
3 thorized and directed to prohibit any bank, as defined in sec-
4 tion one of chapter one hundred and sixty-seven of the Gen-
5 eral Laws to change the rate of interest on any loan to a bor-
6 rower during the course of the loan contract.

