

By Mr. Creedon of Brockton, petition of the Massachusetts Co-operative Bank League and Michael C. Creedon for legislation relative to investments for co-operative banks. Banks and Banking.

The Commonwealth of Massachusetts

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

AN ACT RELATIVE TO INVESTMENTS FOR CO-OPERATIVE BANKS.

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 22 of chapter 170 of the General Laws, as added by
2 section 46 of chapter 155 of the acts of 1982, is hereby amended
3 by striking out clause (g) and inserting in place thereof the
4 following clauses: —

5 (g) federal funds, defined to include a transaction involving
6 the transfer of deposits of co-operative banks among member
7 banks of the Federal Reserve System, which are immediately
8 available funds, and (h) shares or certificates in the Assets
9 Management Fund for Savings Institutions, so called; provided,
10 that the investments made by said fund are limited solely to
11 those investments which qualify as “liquid assets” or “short
12 term liquid assets” under section 523.10 (g) and (h) of the regu-
13 lations of the Federal Home Loan Bank System issued pur-
14 suant to the Home Owner’s Loan Act of 1933, as amended
15 (12 USC 1464, et seq.); and provided, further, that no more
16 than twenty percent of said reserve may be invested in such
17 shares or certificates.

