

Chap. 242 AN ACT MAKING THE LAWS RELATIVE TO THE REHABILITATION, CONSERVATION AND LIQUIDATION OF CERTAIN DOMESTIC AND FOREIGN INSURERS APPLICABLE TO DOMESTIC INSURANCE COMPANIES CONDUCTING AN INTRASTATE BUSINESS ONLY.

Be it enacted, etc., as follows:

G. L. (Ter. Ed.), 175, § 6, etc., amended.

Commissioner may institute proceedings in certain cases.

SECTION 1. Section 6 of chapter 175 of the General Laws, as most recently amended by section 2 of chapter 488 of the acts of 1939, is hereby further amended by striking out the last sentence of the first paragraph and inserting in place thereof the following sentence:— In the case of a domestic company conducting an intrastate business only, or of a domestic company transacting business in any other reciprocal state, as defined in section one hundred and eighty A, the commissioner, instead of proceeding under this section, may institute a proceeding under section one hundred and eighty B or one hundred and eighty C.

G. L. (Ter. Ed.), 175, § 180B, etc., amended.

Commissioner may be appointed receiver to rehabilitate certain insurance companies.

SECTION 2. Section 180B of said chapter 175, inserted by section 3 of chapter 472 of the acts of 1939, is hereby amended by striking out the first sentence and inserting in its place the following sentence:— The commissioner may institute a rehabilitation proceeding against a domestic company conducting an intrastate business only, or against a domestic company transacting business in any other reciprocal state for any cause specified in section six, other than that the company has exceeded its powers or has violated any provision of law, by making application to the supreme judicial court for his appointment as receiver to rehabilitate such company and conserve its assets.

Approved April 29, 1949.

Chap. 243 AN ACT TO AUTHORIZE INVESTMENT OF MUNICIPAL TRUST FUNDS IN SHARES OF SAVINGS AND LOAN ASSOCIATIONS.

Be it enacted, etc., as follows:

G. L. (Ter. Ed.), 44, § 54, etc., amended.

Municipal trust funds may be invested in shares of savings and loan associations.

Chapter 44 of the General Laws is hereby amended by striking out section 54, as most recently amended by section 1 of chapter 194 of the acts of 1948, and inserting in place thereof the following section:— *Section 54.* Trust funds, including cemetery perpetual care funds, unless otherwise provided or directed by the donor thereof, shall be placed at interest in savings banks, trust companies incorporated under the laws of the commonwealth, banking companies incorporated under the laws of the commonwealth which are members of the Federal Deposit Insurance Corporation, or national banks, or invested by cities and towns in paid-up shares of co-operative banks, or in shares of savings and loan associations or in shares of federal savings and loan associations doing business in the commonwealth to an amount not exceeding five thousand dollars, or in bonds or notes which are legal investments for savings banks. This section shall not apply to Boston.

Approved April 29, 1949.