

SENATE No. 61.

Commonwealth of Massachusetts.

SENATE, Feb. 24, 1885.

The Committee on Banks and Banking, to whom was referred the Bank Commissioners' Report relating to co-operative banks, report the accompanying Bill.

For the Committee,

CHAS. A. DENNY.

Commonwealth of Massachusetts.

In the Year One Thousand Eight Hundred and Eighty-five.

AN ACT

Relating to 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 1. In any co-operative bank, now or
2 hereafter formed under the provisions of chapter
3 one hundred and seventeen of the Public Statutes,
4 the offices of secretary and treasurer may be
5 held by one and the same person.

1 SECT. 2. At each periodical distribution of
2 profits, the directors shall reserve as a guaranty
3 fund, a sum not less than one nor more than five
4 per cent. of the net profits accruing since the next
5 preceding adjustment, until such fund amounts to
6 five per cent. of the dues capital, which fund shall

7 thereafter be maintained and held; and said fund
8 shall be at all times available to meet losses in the
9 business of the corporation from depreciation of
10 its securities or otherwise.

1 SECT. 3. This act shall take effect upon its
2 passage.

