

By Mr. Moore, a petition (accompanied by bill, Senate, No. 1011) of Richard T. Moore and William F. Gagne for legislation relative to the sale of insurance by banks. Banks and Banking.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Ninety-Seven.

AN ACT RELATIVE TO THE SALE OF INSURANCE BY 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 Notwithstanding the provisions of any general or special law to
2 the contrary, the sale and issuance of policies of insurance by
3 banks shall be conducted only by a person qualified and licensed
4 under the provisions of chapter one hundred and seventy-five of
5 the General Laws.

6 The sale and issuance of such policies of insurance by banks
7 shall not be dependent on or tied in with, directly or indirectly,
8 any other bank transactions, including loans and mortgages of any
9 kind. A bank shall not make the purchase of a policy of insurance
10 from such bank a condition of any financial dealing with a cus-
11 tomer of the bank.

12 The sale and issuance of such policies of insurance by a bank
13 shall be conducted in the area of the bank separate from areas
14 where other banking business is carried on.

15 A bank selling such insurance shall not use personal, private or
16 confidential information provided by a customer of the bank to
17 gain an advantage of any kind in the sale or issuance of policies of
18 insurance.

