

SENATE No. 1793

The Commonwealth of Massachusetts

SENATE, June 14, 1988.

The committee on Banks and Banking, to whom was referred the petition (accompanied by bill, House, No. 3214) of Jeremiah J. Foley for legislation relative to the bank investment fund, reports the accompanying bill (Senate, No. 1793).

For the committee,

JOHN P. BURKE.

The Commonwealth of Massachusetts

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

AN ACT RELATIVE TO THE COOPERATIVE BANK INVESTMENT FUND.

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. Section 2 of chapter 482 of the acts of 1984, as
2 most recently amended by chapter 244 of the acts of 1986, is hereby
3 amended by striking out the sixth sentence in the first paragraph
4 and inserting in place thereof the following: —

5 The directors shall be elected by the incorporators and shall be
6 divided into three groups as equal in number as possible. At the
7 annual meeting next following the effective date of this act, one
8 group shall be elected for a term of three years, one group shall
9 be elected for a term of two years, and one group shall be elected
10 for a term of one year. At the ensuing annual meeting following
11 the conclusion of such terms, each group shall be elected for a
12 three year term; provided, however, that any director may be
13 removed by a vote of the incorporators at any meeting thereof.

1 SECTION 2. Section 3 of the said chapter 482, as so amended,
2 is hereby amended by striking out the last paragraph and inserting
3 in place thereof the following: —

4 For the purposes of this section, the term “cooperative bank”
5 shall include any savings bank incorporated as such in the
6 commonwealth and subject to the provisions of chapter one
7 hundred and sixty-eight of the General Laws, any trust company
8 incorporated as such in the commonwealth and subject to the
9 provisions of chapter one hundred and seventy-two of the General
10 Laws, any credit union incorporated as such in the commonwealth
11 and subject to the provisions of chapter one hundred and seventy-
12 one of the General Laws, and any federally chartered credit union
13 with its principal place of business in the commonwealth.

14 Shares may be offered to cooperative banks subject to such
15 limitations or exceptions, which may differ among institutions of
16 different types, as the board of directors may deem advisable.

1 SECTION 3. Section 7 of the said chapter 482, as so amended,
2 is hereby amended by striking out in line 23 the words “one-half
3 of one” and inserting in place thereof the word “five”.

