

# HOUSE . . . . . No. 3010

By Mr. McNeil of Leicester, petition of Robert D. McNeil relative to requiring banks and credit unions to notify debtors on whom such banks or credit unions are holding disability insurance policies. Banks and Banking.

## The Commonwealth of Massachusetts

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

AN ACT REQUIRING BANKS AND CREDIT UNIONS TO NOTIFY DEBTORS ON WHOM SAID BANK OR CREDIT UNION IS HOLDING A DISABILITY INSURANCE POLICY.

*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 5B of chapter 167 of the General Laws, inserted by  
2 section 1 of chapter 236 of the acts of 1964, is hereby amended by  
3 adding the following paragraph: —

4 Whenever a bank, as a consequence of holding a group accident  
5 health insurance policy on insured debtors of such bank, amends,  
6 cancels or discontinues such policy, the bank shall send written  
7 notice to each debtor thirty days prior to the effective date of such  
8 amendment, cancellation or discontinuance. Such written notice  
9 shall be sent by mail to the last known address of the debtor at the  
10 expense of the insurance company which has issued the policy.  
11 Such written notice shall clearly state the effect such amendment,  
12 cancellation or discontinuance will have on the insured debtor.

