

# MAINE STATE LEGISLATURE

The following document is provided by the  
**LAW AND LEGISLATIVE DIGITAL LIBRARY**  
at the Maine State Law and Legislative Reference Library  
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied  
(searchable text may contain some errors and/or omissions)

---

---

E I G H T Y - E I G H T H L E G I S L A T U R E

---

---

Legislative Document

No. 528

H. P. 1481

House of Representatives, February 16, 1937.

Referred to Committee on Banks and Banking. Sent up for concurrence and 500 copies ordered printed.

HARVEY R. PEASE, Clerk.

Presented by Mr. Chase of Baring.

---

---

STATE OF MAINE

---

IN THE YEAR OF OUR LORD NINETEEN HUNDRED  
THIRTY-SEVEN

---

AN ACT Relating to Savings Banks Investments.

---

Be it enacted by the People of the State of Maine, as follows:

**Sec. 1. R. S., c. 57, § 27, ¶ XIV, amended.** Paragraph XIV of section 27 of chapter 57 of the revised statutes, as amended, is hereby further amended to read as follows:

**‘XIV. Mortgage loans.** In notes or bonds secured by first mortgages of real estate in Maine, New Hampshire, Massachusetts, Rhode Island, Connecticut, and Vermont, to an amount not exceeding 60% of the market value of such real estate, or in notes or bonds secured by first mortgages which the Federal Housing Administrator has insured or has made a commitment to insure ~~under the provisions of Title II of the National Housing Act, approved June 27, 1934.~~ No bank shall have more than 60% of its deposits invested in such mortgages.’

**Sec. 2. R. S., c. 57, § 27, ¶ XXIII, amended.** Paragraph XXIII of section 27 of chapter 57 created by section 2 of chapter 2 of the public laws of 1935, of the revised statutes is hereby further amended to read as follows:

**'XXIII. National mortgage associations.** In the bonds or other interest-bearing obligations of national mortgage associations ~~or similar credit institutions now or hereafter organized under the provisions of Title III of the National Housing Act, approved June 27, 1934.~~'

**Sec. 3. R. S., c. 57, § 27, ¶ XIX, amended.** Paragraph XIX of section 27 of chapter 57 of the revised statutes as amended, is hereby further amended to read as follows:

**'XIX. Personal loans.** In a note or notes of a responsible individual borrower with 2 substantial sureties or endorsers, approved by the board of trustees, in an amount not exceeding \$1000 directly or indirectly for any 1 individual, or in a note or notes of a responsible individual borrower that are eligible for insurance under the National Housing Act and on which reasonable application for insurance is made under the provisions of Title I of the National Housing Act, ~~approved June 27, 1934.~~ The aggregate of such loans shall not exceed 5% of its deposits.'