

# MAINE STATE LEGISLATURE

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ACTS AND RESOLVES

AS PASSED BY THE

Eighty-sixth and Eighty-seventh  
Legislatures

OF THE

STATE OF MAINE

From April 1, 1933, to April 6, 1935

AND MISCELLANEOUS STATE PAPERS

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Published by the Secretary of State, in conjunction  
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KENNEBEC JOURNAL  
AUGUSTA, MAINE  
1935

**PUBLIC LAWS**  
OF THE  
**STATE OF MAINE**

As Passed by the Eighty-Sixth Legislature

AT THE  
SPECIAL SESSION, DECEMBER 4-20

**1933**

Supplementary to Public Laws of the Regular Session and Special  
Session of November 14.

[supplied from page 23 of volume]

## CHAP. 271

to warrant; provided further, that if such patient or relatives are unable to pay, the city, town or plantation in which the patient has a settlement, if any, shall pay to the institution the sum of \$2 per week so long as the patient remains therein.

All funds collected from this source shall be expended for emergency tuberculosis work within the sanatoriums or private and semi-private hospitals. No pauper disabilities shall be created by reason of any aid or assistance given under the provisions of this act.'

Approved December 15, 1933.

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## Chapter 271.

### AN ACT to Provide for Issuing Capital Notes and Debentures by Mutual Savings Banks and Institutions for Savings.

**Emergency preamble.** Whereas, the banking situation in this state appears to require that mutual savings banks and institutions for savings should be authorized to issue capital notes and debentures and to dispose of the same to the Reconstruction Finance Corporation, and to enable them to take advantage of the benefits of the Federal Deposit Insurance Corporation; and

Whereas, the requirements of the Reconstruction Finance Corporation and of the Federal Deposit Insurance Corporation do not appear to be fully met by the existing law, in order to make immediately available to mutual savings banks and institutions for savings the privilege of issuing capital notes and debentures and the benefits of federal deposit insurance to safeguard their financial stability and promote the industrial and commercial welfare and prosperity of our state, it is necessary that the enactment of the following act additional to the banking laws should become effective forthwith; and

Whereas, in the judgment of the legislature these facts create an emergency within the meaning of section 16 of Article XXXI of the constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety, now, therefore

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

**Authority to issue capital notes and debentures.** Any savings bank and institution for savings may from time to time issue capital notes or debentures upon such terms and conditions as its trustees may upon a majority vote prescribe, and sell the same to any officer, board, commission,

corporation or body created by the federal government, or pledge any such capital notes or debentures as security for any loan or loans of money from any such officer, board, commission, corporation or body, and may, from time to time, extend, refund or renew any such capital notes or debentures; provided, that such capital notes or debentures may, in whole or in part or to any degree, be subordinated to claims of the depositors or other creditors of any such savings bank or institution for savings, and/or be made prior to the claims or interests of depositors in and to the surplus of any such savings bank or institution for savings; further provided, that no such capital notes or debentures shall be so issued, sold or pledged without the approval of the bank commissioner; and further provided, that nothing in this act contained shall be deemed or construed to require the approval by the bank commissioner of the acceptance by any such savings bank or institution for savings of such loans, secured or unsecured, from any such officer, board, commission, corporation or body, or other source, as it may from time to time require in the transaction of its business in the usual course.

**Emergency clause.** In view of the emergency created as recited in the preamble, this act shall take effect when approved.

Approved December 15, 1933.

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## Chapter 272.

**AN ACT to Amend the Law Relating to Acquiring of Stocks, Bonds and Other Securities by Savings Banks, Institutions for Savings, Trust Companies and Loan and Building Associations.**

**Emergency preamble.** Whereas, Congress passed an act, approved June 13, 1933, entitled Home Owners' Loan Act of 1933, for the purpose of providing emergency relief with respect to home mortgage indebtedness, to refinance home mortgages, and to extend relief to the owners of homes who are unable to amortize their debt elsewhere; and,

Whereas, loan and building associations and trust companies appear to have no authority under the existing laws to accept in exchange for mortgages bonds issued by the Home Owners' Loan Corporation created under authority of the Home Owners' Loan Act of 1933, and

Whereas, such lack of authority is impeding the progress of the work of the Home Owners' Loan Corporation in the state of Maine, and preventing the Home Owners' Loan Corporation from saving homes in accordance with the intent and purposes of the Act of Congress, and

Whereas, in the judgment of the legislature, these facts create an