

No. 190.

A SUPPLEMENT

To an act to incorporate the Philadelphia Savings Institution, and for the better regulation of Savings Institutions and Loan Companies.

SECTION 1. *Be it enacted by the Senate and House of Representatives of the Commonwealth of Pennsylvania, in General Assembly met, and it is hereby enacted by the authority of the same,* That every person holding one or more shares of the capital stock of the Philadelphia savings institution, shall be a member of said institution, entitled to all the rights, privileges and franchises of a member, and every person who shall become a member by virtue of this act, shall cease to be a member whenever such person shall cease to hold one or more shares of said stock. And also, that the fourth article of the third section of an act, entitled an act to re-charter certain banks, passed the twenty-fifth day of March, one thousand eight hundred and twenty-four, directing the mode of voting for directors, be extended to this said institution. It shall not be lawful for the said Philadelphia savings institution, or for any other savings institution or loan company within this commonwealth, to charge or receive as interest, commission, or otherwise, from any person or persons, either directly or indirectly, for any loan or discount more than at the rate of six per cent. per annum on the sum loaned or discounted. Nor shall it be lawful for the said Philadelphia savings institution, or for any other savings institution or loan company, to offer or give in payment of any loan or discount by them made, or deposit withdrawn, any certificate, or other paper, payable at a future day; but shall pay all loans, discounts and deposits in current money; nor shall it be lawful for the said Philadelphia savings institution, or for any other savings institution or loan company to issue certificates of deposit, or other papers as representatives of value, payable at a future day, for any other than deposits of money bona fide made with them, and all such certificates shall be for the amount of the deposits so made, and for the time for which they have actually been deposited. And if any member, director or officer of the said Philadelphia savings institution, or of any other savings institution or loan company, shall advise or consent to any violation of the provisions of this section, or shall knowingly suffer them to be

Who may be members of the institution

4th section of act to re-charter banks extended to institution

Rate of interest of Savings Institutions, in this state limited to six per cent

And shall not give certificates payable at a future day, &c.

Shall not issue certificates payable at a future day for other than deposits, &c.

Penalty for violation of this act

Shall not issue certificates payable at a future day to any person indebted, &c.

Liability of stockholders for violation, &c.

violated, shall forfeit and pay, for each offence, the sum of one hundred dollars, to be recovered in action of debt, in any court of competent jurisdiction, to the use of any person suing for the same. It shall not be lawful for the said Philadelphia savings institution, or for any other savings institution or loan company, to issue any *certificate of deposit*, or other paper issued, payable at a future day, to any person who shall be indebted to the institution or company, either as principal or security. And if any stockholder of the Philadelphia savings institution, or of any other savings institution or loan company, shall advise or consent to, or if any member, director, or officer thereof, shall advise or consent to, or by neglect of duty, shall suffer any issue of notes, certificates, or other paper, purporting to be for the payment of any money, other than those for *bona fide* depositors, for the term they were made, as aforesaid, all such stockholders, members, directors, and officers, so advising or consenting to, or suffering to be done, shall be severally liable for the payment of all such notes, certificates, or other papers.

WM. HOPKINS,

Speaker of the House of Representatives.

CHARLES B. PENROSE,

Speaker of the Senate.

APPROVED—The twenty-seventh day of June, eighteen hundred and thirty-nine.

DAVID R. PORTER.