

first moneys collected for normal income taxes and distributable to the state and to each such instrumentality. The remainder of all normal income taxes collected shall be divided as follows, to wit: 40 per cent to the state, 10 per cent to the county, and the balance to the town, city or village from which the income was derived as provided in section 71.18, except that when such balance in any calendar year exceeds * * * 2 per cent of the equalized value of all taxable property in such town, city or village for the preceding year under section 70.61, such excess shall be paid to the county to be distributed and paid to all of the several towns, cities and villages of the county, according to the school population therein. If, subsequent to January 1, 1937, there shall be paid over to any town, city or village in any calendar year any amount in excess of * * * 2 per cent of the equalized value of all taxable property therein for the preceding year, such excess payment shall be recoverable by the county. *The 2 per cent limitation above mentioned shall revert to one per cent of the equalized value of all taxable property in such town, city or village for the preceding year under section 70.61 after the date upon which the second annual income tax payment is due said municipalities after the termination of the present war as proclaimed by the President or the Congress.*

Approved May 19, 1943.

No. 54, S.]

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CHAPTER 165.

AN ACT to amend 62.13 (9) (e) of the statutes, relating to police pension funds in fourth class cities.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

62.13 (9) (e) of the statutes is amended to read:

62.13 (9) (e) In cities of the fourth class * * * the council may annually and from time to time provide by ordinance for the pensioning, out of the general fund or otherwise, of members of the police department who have served for a term of 20 years or more, and shall have reached the age of 55 years, or who shall be disabled or superannuated, and for the widows and orphans

of deceased members. Such pension shall not exceed one-half the salary of such officer at the time of his pensioning or death.

Approved May 19, 1943.

No. 214, S.]

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CHAPTER 166.

AN ACT to create 206.181 and 206.201 of the statutes, relating to nonforfeiture values of life insurance policies and valuation thereof.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 206.181 of the statutes is created to read:

206.181 STANDARD NONFORFEITURE LAW. (1) On and after January 1, 1948, no policy of life insurance, except as stated in subsection (8), shall be issued or delivered in this state unless it shall contain in substance the following provisions, or corresponding provisions which in the opinion of the commissioner are at least as favorable to the defaulting or surrendering policyholder:

(a) In the event of default in any premium payment, the company will grant, upon proper request not later than 60 days after the due date of the premium in default, a paid-up nonforfeiture benefit on a plan stipulated in the policy, effective as of such due date, of such value as may be hereinafter specified.

(b) Upon surrender of the policy within 60 days after the due date of any premium payment in default after premiums have been paid for at least 3 full years in the case of ordinary insurance or 5 full years in the case of industrial insurance, the company will pay, in lieu of any paid-up nonforfeiture benefit, a cash surrender value of such amount as may be hereinafter specified.

(c) A specified paid-up nonforfeiture benefit shall become effective as specified in the policy unless the person entitled to make such election elects another available option not later than 60 days after the due date of the premium in default.

(d) If the policy shall have become paid up by completion of all premium payments or if it is continued under any paid-up