

shall be applicable to said municipal court * * *. *For the convenience of the parties, their counsel and witnesses, but at the discretion of the judge of said court, the trial of cases before the court without a jury may also be held in the city of Burlington in said county.*

Approved July 1, 1943.

No. 266, S.]

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CHAPTER 436.

AN ACT to renumber 206.20 (18) to be 206.20 (17); to repeal 206.20 (17); and to amend 206.02 (3) (a), 206.20 (16), 209.01 and 209.04 (2) of the statutes, relating to valuation of policies, conditions precedent, deposit of securities, and certificates.

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

SECTION 1. 206.02 (3) (a) of the statutes is amended to read:
 206.02 (3) (a) If organized without capital stock, until at least 200 persons shall have subscribed for not less than \$1,000 of insurance each, and passed a prescribed medical examination, and shall have each paid one full annual premium in cash upon the insurance subscribed for, amounting in the aggregate to at least \$20,000. Or, in lieu of such subscriptions, the company holds a special guaranty fund of at least * * * \$100,000 in cash or invested as prescribed in section 206.34, to be used for no purpose other than the payment of death losses, until the largest policy in force, deducting reinsurance thereon in authorized companies, shall not exceed one-half of one per cent of the total insurance in force, deducting all reinsurance. The corporation may borrow sufficient to provide the guaranty fund and an additional sum to defray the expenses of organization not exceeding \$10,000. The loan agreement shall provide that the principal and interest shall only be repaid from assets in excess of all other liabilities. The agreement shall also provide for interest at not exceeding 8 per cent per annum and, after the release of the special guaranty fund, for payment of the principal in the discretion of the board of directors or at the times fixed in said agreement. Solicitation of such subscriptions may be made by agents holding a certificate

of authority issued by the commissioner. Every application for such insurance shall state that the issuance of the policy is contingent upon the completion of the organization of the company.

SECTION 2. 206.20 (16) of the statutes is amended to read:

206.20 (16) Except as otherwise provided in this section, the commissioner shall annually make valuations of all outstanding policies, additions thereto, and other obligations of every company mentioned in subsection (1). *Any valuation made by him shall, upon request, be certified to the commissioner or like officer of any other state or country.*

SECTION 3. 206.20 (17) of the statutes is repealed.

SECTION 4. 206.20 (18) of the statutes is renumbered to be section 206.20 (17).

SECTION 5. 209.01 of the statutes is amended to read:

209.01 The state treasurer, in his official capacity, shall take on deposit the securities of any domestic insurance corporation deposited by it for the purpose of securing policyholders or complying with the laws of any other state to enable such corporation to transact business in such state; and upon the application of such corporation, to give such certificate of such deposit as may be required by the laws of other states. The depositor shall have the right to receive the income from the securities and * * * *with the approval of the commissioner of insurance* exchange the same from time to time, according to the laws of the state in which it may be doing business, and *with the approval of the commissioner of insurance* to withdraw the same.

SECTION 6. 209.04 (2) of the statutes is amended to read:

209.04 (2) Such certificate shall be issued only by the officers or resident agent of such company signing its policies or a person authorized thereto in writing by such officers or resident agent, after a copy of such authority has been filed in the office of the commissioner; the certificates shall be in the form prescribed by the commissioner and numbered consecutively as issued; and a statement of the names and residences of all persons to whom such certificates are issued, together with the fees provided for certificates to agents, shall be mailed to the commissioner on the day the certificates are issued. *Such certificate may be revoked for cause by the commissioner of insurance after a hearing.*

Approved July 1, 1943.