

## CHAPTER 12.

[H. B. 87.]

INSURANCE COMPANIES. INVESTMENT OF FUNDS IN  
OBLIGATIONS ISSUED UNDER NATIONAL  
HOUSING ACT.

AN ACT relating to insurance and the investment of funds of any insurance company in insured obligations of the Federal Government and providing for cooperation and investments pursuant to the "National Housing Act," providing for deposit of such obligations wherein deposit is required by law, or otherwise, amending chapter 112 of the Laws of 1921 by adding thereto a new section and declaring an emergency.

*Be it enacted by the Legislature of the State of Washington:*

Amends and  
adds to ch.  
112, Laws of  
1921.

SECTION 1. That chapter 112 of the Session Laws of 1921 be amended by adding thereto a new section to be designated as section 16, to read as follows:

Power to  
invest funds.

Section 16. Nothing in chapter 112 of the Session Laws of 1921, nor in any law of this state prescribing the nature, amount or form of security or requiring security upon which loans or advances of credit may be made, or prescribing or limiting interest rates upon loans or advances of credit, or prescribing or limiting the period for which loans and advances of credit may be made, shall be deemed to prohibit the investment by any domestic insurance company (including title insurance companies), or any foreign or alien insurance company, authorized to do and doing business in this state, of any of its funds, either capital or surplus, of any description, in any or all of the following:

Securities.

(a) Mortgages, and/or evidences of indebtedness secured by mortgages, which have been insured by the federal housing administrator, the federal housing administration and/or any other instrumentality of the United States which now does, or shall

in the future, insure such securities, or such securities of the character aforesaid, as the said administrator shall have made a commitment to insure;

(b) The capital stock, obligations, notes and bonds and/or debentures of any national mortgage association, or other similar credit institutions now or hereafter organized pursuant to title III of the act of congress entitled the "National Housing Act," approved June 27, 1934, and acts amendatory thereto.

The bonds and securities herein made eligible for investment may be used as security for any depository bond or obligation wherein any kind of bonds or other securities are required or may be by law deposited as security.

SEC. 2. This act is necessary for the immediate preservation of the public peace, healthy and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Effective  
immediately.

Passed the House February 4, 1935.

Passed the Senate February 13, 1935.

Approved by the Governor February 18, 1935.