CHAPTER 207.  
[S. B. 201.] 

MUTUAL INSURANCE COMPANIES.  

An Act relating to insurance and amending Section 6059-87 of Remington & Ballinger’s Annotated Codes and Statutes of Washington.  

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

Section 1. That section 6059-87 of Rem. & Bal. Code be amended to read as follows:  

Section 6059-87. The directors of a mutual insurance company shall adopt such by-laws, not in conflict with the laws of this state, as they may deem proper for the government of its officers and the conduct of its business. Said by-laws shall provide for the liability of its members or policy holders for the payment of its losses and expenses, which liability, including the amount of the premium, shall not be less than two times the amount of the premium nor more than six times the amount of the premium charged by solvent stock companies for like risks and terms. The by-laws shall limit the expenses to not more than forty per centum of the net premiums charged and collected for insurance, which expense must include all sums paid by the insured for his insurance including any membership, policy, survey, or inspection fee, or other fee or charge, if any: Provided, however, That “expense” in the case of Mutual Accident and Health Companies shall not be construed to cover costs of adjusting or defending claims.  

Passed the Senate March 4, 1919.  
Passed the House March 12, 1919.  

Permitted to become a law without the signature of the Governor.  

I. M. Howell, Secretary of State.