

CHAPTER 234.

[S. S. B. 265.]

DOMESTIC INSURANCE COMPANY INVESTMENTS.

AN ACT relating to insurance, investment of funds of companies engaged in such business, and amending Section 7063 of Remington's Compiled Statutes as amended by Section 1 of Chapter 16 Laws 1925.

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

SECTION 1. That section 7063 of Remington's Compiled Statutes as amended by section 1 of chapter 16 Laws 1925 be amended to read as follows:

§ 2930-9,
Pierce's
Code.

Section 7063. All investments and loans of the capital and funds of any domestic insurance company, except the amount invested in real estate for its home office, as especially provided for, shall be made and kept invested in and loaned on interest or dividend-bearing securities, whereon default for interest has not been made prior to the making of such loan, or investment, and the regular annual dividends, in the case of investments in stocks, shall have been actually earned and paid out of the net profits of not less than four per centum of the par value of such stock during each of the three years next preceding the time of such investment: *Provided*, That any insurance company may, upon the approval of the insurance commissioner, invest its funds in or loan its funds on the stock of any solvent corporation, and such investment in or loan on such stock may be included in the admitted assets of such insurance company; *Provided, further*, That the insurance commissioner may authorize the making of a loan on, or investment in, interest-bearing securities upon which there has been a default in payment of interest, if such default occurred more than five

Nature of
investment
securities.

May invest
in stock of
solvent cor-
poration.

May invest
in securities
if interest
payment
defaulted
five years
before.

years prior to the time of making such loan or investment.

Passed the Senate March 9, 1927.

Passed the House March 8, 1927.

Approved by the Governor March 19, 1927.

CHAPTER 235.

[S. B. 282.]

APPROPRIATIONS FOR STATE PENITENTIARY AND STATE REFORMATORY.

AN ACT making appropriations for certain penal and reformatory institutions of the state, and providing for appointment of committee to make certain selections of lands, and declaring that this act shall take effect immediately.

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

SECTION 1. The following sums, or as much thereof as shall severally be found necessary are hereby appropriated out of the general fund in the state treasury for the operation of certain state institutions, and for the purchase of lands, which lands shall be selected by a committee of five, to consist of two members of the Senate, to be appointed by the president, two members of the House of Representatives, to be appointed by the speaker, and the director of business control, and for the construction, repair and improvement of the various state institutions hereinbelow designated and mentioned, as hereinafter expressed for the fiscal biennum beginning April 1, 1927, and ending March 31, 1929.

Appropriation.
Operations.
Purchase of lands.
Committee to select lands.

Penitentiary.
Vetoed.
Purchase of lands.

For the State Penitentiary at Walla Walla:	
{	Rehabilitation, replacement, repair of buildings and improvments of the jute mill plant. . . . \$50,000.00
	For Penitentiary Revolving Fund. 90,000.00
	For purchase of lands. 35,000.00
Total \$175,000.00	