

to the place where such maps, plans or drawings are on file and may be examined.

Section 2. The act is amended by adding, after section 2402.1, a new section to read:

Section 2402.2. Typewritten, Printed, Photostated and Microfilmed Records Valid; Recording or Transcribing Records.—All city records, required to be recorded or transcribed, shall be deemed valid if typewritten, printed, photostated or microfilmed, and where recording in a specified book of record is required, such records may be recorded or transcribed directly upon the pages of such book of record or may be attached to such book of record by stapling or by glue or any other adhesive substance or material, and all records heretofore recorded or transcribed in any manner authorized by this section are validated. When any record shall be recorded or transcribed after the effective date of this amendment by attaching such record or a copy thereof to the book of record as hereinabove provided, the city seal shall be impressed upon each page to which such record is attached, each impression thereof covering both a portion of the attached record and a portion of the page of the book of record to which such record is attached.

Section 3. This act shall take effect immediately.

APPROVED—The 2d day of June, A. D. 1965.

WILLIAM W. SCRANTON

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No. 54

AN ACT

HB 399

Amending the act of May 17, 1921 (P. L. 682), entitled "An act relating to insurance; amending, revising and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision and protection of home and foreign insurance companies, Lloyds associations, reciprocal and interinsurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," permitting investments by insurance companies in residential real estate owned by their employes transferred by such insurance companies to new places of employment, permitting insurance companies to make unsecured personal loans to

such employes to meet in whole or in part the expenses of such transfer and to remove any penalty under the act relating to such transactions.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Subsection (a) of section 406, and subsection (c) of section 406.1, act of May 17, 1921 (P. L. 682), known as "The Insurance Company Law of 1921," added May 9, 1947 (P. L. 201), are amended to read:

Section 406. Real Estate Which May Be Purchased, Held or Conveyed.—Subject to the provisions of section four hundred six, point one, it shall be lawful for any life insurance company, organized under the laws of this Commonwealth, to purchase, receive, hold and convey, real estate or any interest therein:

(a) Required for its convenient accommodation in the transaction of its business with reasonable regard to future needs; including residential real estate purchased from employes transferred or about to be transferred to new places of employment with such company.

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Section 406.1. General Investment Provisions and Restrictions.—Investment under authority of section four hundred four, or four hundred five and holding of real estate under authority of section four hundred six by any life insurance company, organized under the laws of this Commonwealth, shall be subject to the following provisions:

\* \* \*

(c) No investment shall be made in any loan upon personal security, but nothing in this act shall be construed to prevent the taking of a bona fide obligation with legal interest in payment of any premium, [or] the making of a collateral loan, as provided in section four hundred five, or a loan for defraying in whole or in part the expenses of an employe transferred or about to be transferred to a new place of employment with such company.

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Section 2. Section 407 of the act is amended to read:

Section 407. Penalty.—[No] Subject to the provisions of subsection (a) of section 406 and subsection (c) of section 406.1, no director, trustee, or officer of any stock or mutual life insurance company, incorporated under any law of this Commonwealth, shall receive any money or valuable thing for negotiating, procuring, recommending, or aiding in any purchase by, or sale to, such company of any property, or any loan from

such company; nor be directly or indirectly pecuniarily interested, either as principal, co-principal, agent, or beneficiary, in any such purchase, sale, or transaction. Any person violating any provision of this section shall be guilty of a misdemeanor, and, upon conviction, shall be sentenced to pay a fine not exceeding five hundred dollars.

Section 3. Section 518 of the act, amended May 9, 1951 (P. L. 230) and July 19, 1951 (P. L. 1100), is amended to read:

Section 518. Investment of Surplus.—Any money over and above the capital of any stock fire, stock marine, and stock fire and marine insurance company, may be invested in the securities above enumerated, or in the bonds or notes of any public instrumentality of this Commonwealth, or of any other state, territory or possession of the United States, or of the District of Columbia, or of any foreign country or political subdivision thereof, or in the stock or other evidence of indebtedness of any solvent corporation created under the laws of any of said jurisdictions or loaned upon the pledge of the same, except its own stock, but the total investments hereafter made by such company in stocks of other insurance companies which have invested in or loaned its funds on the stock of the first investing company shall not exceed five per centum of the gross assets of the first investing company; nor shall the total investments hereafter made by such company in the stocks or other evidence of indebtedness of solvent corporations created under the laws of any foreign country or of any political subdivision thereof exceed ten per centum of the moneys of such company over and above its capital and the reserves which it is required to maintain under the laws of this Commonwealth. The current market value of such securities shall at the time of any loan thereon be at least twenty per centum (20%) more than the sum loaned thereon. No such insurance company shall invest any of its funds in any unincorporated business or enterprise nor in the stocks or evidence of indebtedness of any corporation, the owners or holders of which stock or evidence of indebtedness may, in any event, be or become liable on account thereof to any assessment, except for taxes; nor shall any of its funds be loaned on personal security except a loan for defraying in whole or part the expenses of an employe transferred or about to be transferred to a new place of employment with such company. Not more than one-fifth ( $1/5$ ) of its capital shall be invested in a single mortgage. If any investment or loan is made in a manner not authorized by this act, the officers and directors making or authorizing the same shall be personally liable for any loss occasioned thereby.

Section 4. Subsection (a) of section 519 of the act is amended to read:

Section 519. Real Estate Which May Be Purchased, Held, and Conveyed.—No domestic stock fire, stock marine, or stock fire and marine insurance company shall purchase, hold, or convey real estate, except for the purpose and in the manner herein set forth, to wit:

(a) Such as shall be requisite for its convenient accommodation in the transaction of its business, including residential real estate purchased from employes transferred or about to be transferred to new places of employment with such company.

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Section 5. Section 603 of the act, amended May 9, 1951 (P. L. 230) and July 19, 1951 (P. L. 1100), is amended to read:

Section 603. Investment of Surplus; Restrictions.—Any money over and above the capital of any such stock casualty insurance company may be invested in the securities above enumerated, or loaned upon the security of the same; or in the bonds or notes of any public instrumentality of this Commonwealth, or of any other state, territory or possession of the United States, or of the District of Columbia, or of any foreign country or political subdivision thereof, or in the stock or other evidence of indebtedness of any solvent corporation created under the laws of any of such jurisdictions or loaned upon the pledge of the same, except its own stock. The total investments hereafter made by such company in stocks of other insurance companies which have invested in or loaned its funds on the stock of the first investing company shall not exceed five per centum of the gross assets of the first investing company, nor shall the total investments hereafter made by such company in the stocks or other evidence of indebtedness of solvent corporations created under the laws of any foreign country or of any political subdivision thereof exceed ten per centum of the moneys of such company over and above its capital and the reserves which it is required to maintain under the laws of this Commonwealth. The current market value of such securities at the time of any loan thereon shall be at least fifteen per centum (15%) more than the sum loaned thereon. No such insurance company shall invest any of its funds in any unincorporated business or enterprise; nor in the stock or evidence of indebtedness of any corporation the owners or holders of which stock or evidence of indebtedness may, in any event, be or become liable on account thereof to any assessment, except for taxes; nor shall any of its funds be loaned on personal security except a loan for defraying in whole or part the

expenses of an employe transferred or about to be transferred to a new place of employment with such company. Not more than one-fifth (1/5) of its capital shall be invested in a single mortgage. No such company shall enter into any agreement to withhold from sale any of its property; but the disposition of its property shall be at all times within the control of its board of directors or trustees. If any investment or loan is made in a manner not authorized by this act, the officers and directors making or authorizing the same shall be personally liable for any loss occasioned thereby.

Any such stock casualty insurance company may invest in the capital stock and obligations of a corporation or corporations formed for the purpose of taking and holding title to real estate and erecting or maintaining thereon a building or buildings to be used in whole or in part for the accommodation and transaction of the business of such insurance company without being subject to the limitation hereinbefore prescribed as to investment in the stock of a solvent corporation; but no such insurance company shall invest more than fifty per centum (50%) of its capital and surplus in the stock and other obligations of any such corporation or corporations, nor acquire and hold any of the stock or other obligations of any such corporation or corporations, if the total amount of the capital and other obligations of such corporation or corporations exceeds in the aggregate fifty per centum (50%) of the capital and surplus of such insurance company, without the written approval of the Insurance Commissioner.

Section 6. Subsection (a) of section 604 of the act is amended to read:

Section 604. Real Estate Which Companies May Purchase, Hold, and Convey.—No domestic stock casualty insurance company shall purchase, hold, or convey real estate, except for the purpose and in the manner herein set forth, to wit:

(a) Such as shall be requisite for the transaction of its business including residential real estate purchased from employes transferred or about to be transferred to new places of employment with such company.

\* \* \*

Section 7. The provisions of this act are severable and if any of its provisions shall be held unconstitutional the decision of the court shall not affect or impair any of the remaining provisions of this act. It is hereby declared to be the legislative intent that this act would have

been adopted had such unconstitutional provisions not been included herein.

Section 8. This act shall take effect immediately.

APPROVED—The 2d day of June, A. D. 1965.

WILLIAM W. SCRANTON

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No. 55

AN ACT

HB 496

Amending the act of May 1, 1933 (P. L. 103), entitled "An act concerning townships of the second class; and amending, revising, consolidating and changing the law relating thereto," further regulating the election of additional supervisors.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Subsection (B) of section 402, act of May 1, 1933 (P. L. 103), known as "The Second Class Township Code," reenacted and amended July 10, 1947 (P. L. 1481), and amended July 13, 1961 (P. L. 596), is amended to read:

Section 402. Officers to Be Elected.— \* \* \*

(B) The court of quarter sessions upon petition may provide for the election of two additional supervisors in any township having a population of ten thousand or more as determined by an official census taken by the Federal Government for any purpose or as determined by any other census which is certified by the County Planning Commission of said county or by the school district or districts in which said township is located. The petition shall be presented by the board of supervisors pursuant to a resolution of such board or by at least five per centum of the registered electors of the township.

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Section 2. This act shall take effect immediately.

APPROVED—The 2d day of June, A. D. 1965.

WILLIAM W. SCRANTON