

benefits of policies providing for a uniform amount of insurance and requiring the payment of uniform premiums shall be the excess, if any, of the present value, at the date of valuation, of such future guaranteed benefits provided for by such policies, over the then present value of any future modified net premiums therefor. The modified net premiums for any such policy shall be such uniform percentage of the respective contract premiums for such benefits that the present value, at the date of issue of the policy, of all such modified net premiums shall be equal to the sum of the then present value of such benefits provided for by the policy and the excess of (A) over (B), as follows:

* * * * *

(B) A net one year term premium for such benefits provided for in the first policy year.

Reserves, according to the Commissioners reserve valuation method for (i) life insurance policies providing for a varying amount of insurance or requiring the payment of varying premiums, (ii) annuity and pure endowment contracts, (iii) disability and accidental death benefits in all policies and contracts, and (iv) all other benefits, except life insurance and endowment benefits in life insurance policies, shall be calculated by a method consistent with the principles of this paragraph (2) of this subsection (c), *except that any extra premiums charged because of impairments or special hazards shall be disregarded in the determination of modified net premiums.*

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Section 2. This act shall take effect immediately.

Act effective immediately.

APPROVED—The 31st day of July, A. D. 1963.

WILLIAM W. SCRANTON

No. 225

AN ACT

Amending the act of May 2, 1945 (P. L. 382), entitled "An act providing for the incorporation as bodies corporate and politic of 'Authorities' for municipalities, counties and townships; prescribing the rights, powers and duties of such Authorities heretofore or hereafter incorporated; authorizing such Authorities to acquire, construct, improve, maintain and operate projects, and to borrow money and issue bonds therefor; providing for the payment of such bonds, and prescribing the rights of the holders thereof; conferring the right of eminent domain on such Authorities; authorizing such Authorities to enter into contracts with and to accept grants from the Federal Government or any agency thereof; and conferring exclusive jurisdiction on certain

courts over rates," deleting the requirement of citizenship in the municipality for one member of the board and authorizing the appointment of a nonresident if he maintains a business in the municipality or *pays taxes therein.

Municipality
Authorities Act
of 1945.

Clause (b), sub-
section A, sec-
tion 7, act of
May 2, 1945,
P. L. 382,
amended July
10, 1957, P. L.
635, further
amended.

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

Section 1. Clause (b) of subsection A of section 7, act of May 2, 1945 (P. L. 382), known as the "Municipality Authorities Act of 1945," amended July 10, 1957 (P. L. 635), is amended to read:

Section 7. Governing Body.—A. The powers of each Authority shall be exercised by a governing body (herein called the "Board") composed as follows:

* * * * *

(b) If the Authority is incorporated by two or more municipalities, the board shall consist of a number of members at least equal to the number of municipalities incorporating the Authority, but in no event less than five. When one or more additional municipalities join an existing Authority, each of such joining municipalities shall have such membership on the board as the municipalities then members of the Authority and the joining municipalities may determine by appropriate resolutions. The members of the board of a joint Authority shall each be appointed by the governing body of the incorporating or joining municipality he represents and their terms of office shall commence on the date of appointment. One member shall serve for one year, one for two years, one for three years, one for four years and one for five years from the January first next succeeding the date of incorporation, amendment or joinder, and if there are more than five members of the board, their terms shall be staggered in a similar manner for terms of from one to five years from the January first next succeeding. Thereafter, whenever a vacancy has occurred or is about to occur by reason of the expiration of the term of any member, the governing body of the municipality which has the power of appointment shall appoint a member of the board for a term of five years from the date of expiration of the prior term.

Except as herein provided for transit authorities created for the purpose of eliminating grade crossings the members of the board, each of whom shall *be a taxpayer in, maintain a business in, or be a citizen of the municipality by which he is appointed or be a taxpayer in, maintain a business in, or be a citizen of a municipality into which one or more of the projects of the Authority extends or is to extend or to which one or*

* "pay" in original.

more of said projects has been or is to be leased, shall be appointed, their terms fixed and staggered, and vacancies filled, and where two or more municipalities are members of the Authority, shall be apportioned in such manner as the articles of incorporation, the amendments thereof or the application for membership required by section three point one of this act shall provide *not more than one non-resident shall be appointed to any board.*

If the Authority, is created for the purpose of eliminating grade crossings, the members of the board, the majority of whom shall be citizens of the municipality by which they are appointed or of a municipality into which one or more of the projects of the Authority extends or is to extend or to which one or more of said projects has been or is to be leased, shall be appointed, their terms fixed and staggered, and vacancies filled, and where two or more municipalities are members of the Authority, shall be apportioned in such manner as the articles of incorporation, the amendments thereof or the application for membership required by section 3.1 of this act shall provide.

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APPROVED—The 31st day of July, A. D. 1963.

WILLIAM W. SCRANTON

No. 226

AN ACT

Amending the act of June 12, 1931 (P. L. 510), entitled, as amended, "An act providing for the licensure and regulation of certain private nursing homes, private convalescent homes and private hospitals; conferring certain powers and duties upon the Department of Welfare; and providing penalties," repealing the provisions of the act requiring the keeping of certain maternity records.

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

Department
of Welfare.

Section 1. Section 5.2, act of June 12, 1931 (P. L. 510), entitled, as amended, "An act providing for the licensure and regulation of certain private nursing homes, private convalescent homes and private hospitals; conferring certain powers and duties upon the Department of Welfare; and providing penalties," added April 12, 1956 (P. L. 1460), is repealed.

Section 5.2, act
of June 12, 1931,
P. L. 510, added
April 12, 1956,
P. L. 1460,
repealed.

APPROVED—The 31st day of July, A. D. 1963.

WILLIAM W. SCRANTON