

clause (13) of clause (l) of section 2 of this act shall, except for telegrams paid for in cash at telegraph offices, be computed at the rate of three and one-half per cent upon the total amount billed to customers periodically for such services, irrespective of whether such billing is based upon a flat rate or upon a message unit charge.

Act effective
immediately.

Section 2. This act shall take effect immediately.

APPROVED—The 9th day of June, A. D. 1959.

DAVID L. LAWRENCE

No. 92

AN ACT

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 inter-insurance 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," authorizing insurance companies, associations and exchanges to make investments in obligations issued by Federal Intermediate Credit Banks or Banks for Cooperatives and Federal Home Loan Banks pursuant to acts of Congress.

The Insurance
Company Law
of 1921.

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

Clause (k),
section 404, act
of May 17, 1921,
P. L. 682,
amended May 9,
1947, P. L. 201,
further amended.

Section 1. Clause (k) of section 404, *act of May 17, 1921 (P. L. 682), known as "The Insurance Company Law of 1921," amended May 9, 1947 (P. L. 201), is amended to read:

Section 404. Investment of Capital and Reserves.—Subject to the provisions of section four hundred six, point one, the capital and not less than three-fourths (3/4) of the reserves of any life insurance company, organized under the laws of this Commonwealth, shall be invested in the following classes of investment:

* * * * *

(k) [Federal Land Bank Bonds. Farm loan bonds issued by Federal Land Banks.] *Federal Land Bank, Federal Intermediate Credit Bank and Bank for Cooperatives Securities. Bonds, debentures and other obligations of Federal Land Banks or Federal Intermediate Credit Banks issued pursuant to the Federal Farm Loan Act, as heretofore or hereafter amended, or of Banks for*

* "act" omitted in original.

Cooperatives issued pursuant to the Farm Credit Act of 1933, as heretofore or hereafter amended.

* * * * *

Section 2. Clause (b) of section 517 and clause (b) of section 602 of the act, amended May 9, 1949 (P. L. 986), are amended to read:

Clause (b),
section 517, and
clause (b),
section 602, act
of May 17, 1921,
P. L. 682,
amended May 9,
1949, P. L. 986,
further amended.

Section 517. Investment of Capital.—The capital of any stock fire, stock marine, or stock fire and marine insurance company of this Commonwealth shall be invested only as follows:

* * * * *

(b) In bonds of the United States or District of Columbia, or of the State or Territory of the United States or Canada, and in [farm loan] bonds or debentures issued by Federal Land Banks or Federal Intermediate Credit Banks pursuant to the provisions of the Federal Farm Loan Act, as heretofore or hereafter amended, or by Banks for Cooperatives pursuant to the provisions of the Farm Credit Act of 1933, as heretofore or hereafter amended, or by Federal Home Loan Banks pursuant to the provisions of the Federal Home Loan Bank Act, as heretofore or hereafter amended.

* * * * *

Section 602. Investment of Capital.—Every domestic stock casualty insurance company shall invest and keep invested in sound income-bearing securities all its capital and funds of every description, excepting such cash as may be required in the transaction of its business, and such as it may invest in real estate as hereinafter authorized. The capital of every such company shall be invested as follows:

* * * * *

(b) In bonds of the United States or District of Columbia, or of any State or Territory of the United States or Canada, and in [farm loan] bonds or debentures issued by Federal Land Banks or Federal Intermediate Credit Banks pursuant to the provisions of the Federal Farm Loan Act, as heretofore or hereafter amended, or by Banks for Cooperatives pursuant to the provisions of the Farm Credit Act of 1933, as heretofore or hereafter amended, or by Federal Home Loan Banks pursuant to the provisions of the Federal Home Loan Bank Act, as heretofore or hereafter amended.

* * * * *

Section 3. This act shall take effect immediately.

Act effective
immediately.

APPROVED—The 16th day of June, A. D. 1959.

DAVID L. LAWRENCE