

partment of Public Instruction for the support of public schools. *The cost of operating and administering classes and schools for institutionalized children, including the cost of necessary fiscal controls, shall be paid by the Commonwealth.*

APPROVED—The 18th day of December, A. D. 1959.

DAVID L. LAWRENCE

No. 708

AN ACT

Amending the act of June 24, 1939 (P. L. 872), entitled "An act to consolidate, amend and revise the penal laws of the Commonwealth," prohibiting the offering of any policy of insurance free of cost as an inducement of any person to purchase any real or personal property.

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

The Penal Code.

Section 1. The act of June 24, 1939 (P. L. 872), known as "The Penal Code," is amended by adding, after section \*699.10 a new section to read:

Act of June 24, 1939, P. L. 872, amended by adding a new section 699.11.

*Section 699.11. Furnishing Free Insurance as Inducement for Purchases.—Whoever, being a manufacturer, broker, wholesaler, retailer or agent of any manufacturer, broker, wholesaler or retailer, offers any policy of insurance free of cost as an inducement to any person to purchase any real or personal property is guilty of a misdemeanor, and, upon conviction thereof, shall be sentenced to pay a fine not exceeding five hundred dollars (\$500) or to undergo imprisonment not exceeding one year.*

*The provisions of this section shall not affect the right of any person who, in connection with a sale of property or services or any credit transaction, shall have, retain or acquire an insurable interest in any subject of insurance related to such sale or transaction, including person or property or risk pertaining thereto, to procure and maintain insurance embracing any or all insurable interests in such subject, or to agree to do so, and neither such insurance nor the procurement or maintaining thereof or agreement to procure or maintain the same shall be construed to be an inducement to purchase.*

Section 2. This act shall take effect immediately.

Act effective immediately.

APPROVED—The 18th day of December, A. D. 1959.

DAVID L. LAWRENCE

\* "699.9" in original.