

Section 3. The City of Franklin is hereby authorized to sell and convey to purchasers, in fee or otherwise, all or any part of the land described in section 1 of this act.

Section 4. This act shall take effect immediately.

APPROVED—The 6th day of June, A. D. 1968.

RAYMOND P. SHAFER.

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No. 81

AN ACT

HB 1195

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," permitting any stock fire, stock marine and stock fire and marine insurance company to purchase, hold, sell and transfer shares of its own capital stock.

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

Section 1. Section 518, act of May 17, 1921 (P. L. 682), known as "The Insurance Company Law of 1921," amended June 2, 1965 (P. L. 77), 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.

Any stock fire, stock marine or stock fire and marine insurance company may, with the approval of its board of directors, acquire, retain, cancel, or dispose of shares of its own capital stock, provided that (i) no such company shall acquire such stock without the prior approval of the Insurance Commissioner, (ii) no such company shall effect a reduction in its capital stock without complying with the applicable provisions of law, and (iii) no such company shall directly or indirectly vote shares of its own stock held by it.

Section 2. This act shall take effect immediately.

APPROVED—The 7th day of June, A. D. 1968.

RAYMOND P. SHAFER.

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No. 82

AN ACT

HB 2184

Amending the act of June 24, 1939 (P. L. 872), entitled "An act to consolidate, amend and revise the penal laws of the Commonwealth," making it unlawful to give false reports of criminal offenses.

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

Section 1. The act of June 24, 1939 (P. L. 872), known as "The