

No. 215.

AN ACT

Giving the Insurance Commissioner supervision and control and authority to examine automobile protective or cooperative companies or associations, issuing, for money consideration, policies or contracts guaranteeing attorneys' services to owners of motor vehicles in event of accident to persons or property by operation of motor vehicles, or providing for the towing of damaged vehicles; defining motor vehicles; providing for cancellation provision in policies or contracts; providing for semiannual reports by companies or associations to the Insurance Commissioner, and payment of examination expenses, and filing fees; providing for a reserve liability for unearned portion of premium or dues, and for investment of funds in valid securities to protect the purchasers; providing for filing of name and residence of solicitors employed; requiring payment of tax to the Commonwealth of two per centum on all premiums or dues received; requiring all such companies or associations now transacting business in this Commonwealth to register with the Insurance Commissioner, and to come under provisions of the act; fixing penalty for violations of the act; providing for liquidation by the Insurance Commissioner in event of insolvency.

Insurance.

Motor vehicle protective companies.

Guaranteeing attorney's services or towing.

Supervision by Insurance Department.

Motor vehicles defined.

Submission of specimen policy or contract.

Cancellation clause.

Reports to Insurance Commissioner.

Section 1. Be it enacted, &c., That any company or association, organized under the laws of this Commonwealth or doing business within this Commonwealth as a protective or cooperative company or association, and accepting premiums or dues, and selling to purchasers policies or contracts guaranteeing, to owners of automobiles, motorcycles, or trucks, services of attorneys in event of damage to persons or property arising out of operation of automobiles or trucks, or providing for towing of any damaged automobile, motorcycle, or truck, shall, on and after the taking effect of this act, be subject to supervision, control, and examination by the Insurance Commissioner.

Section 2. Automobiles, motorcycles, and trucks shall be defined as vehicles operated on highways, other than on rail or tracks, and by motive power, other than muscular.

Section 3. Before any such company or association offers any policy or contract to the public, a specimen shall be submitted to the Insurance Commissioner, who shall have full and final discretion as to the terms and conditions and printed make-up of any policy or contract. Every policy or contract hereinafter issued shall contain, among other provisions, an agreement that the policy or contract may be canceled by the purchaser or by the company or association, and that, in event of cancellation, the purchaser shall be repaid the pro rata unearned portion of the premium or dues paid by him.

Section 4. Each company or association shall report to the Insurance Commissioner on August first for the period January first to July first, and on Feb-

ruary first for the period July first to January first, showing all income and expenditures and all assets and liabilities. Such report shall be in writing and sworn to by the officers and on such forms and supplements thereto as the Insurance Commissioner shall require. Expenses of any examination by the Insurance Commissioner shall be borne by the company or association. Examination shall be made at least once each year. A filing fee of ten dollars shall be paid at time of filing each semiannual report.

Examinations by
Insurance Commis-
sioner.

Report filing fee.

Section 5. Each company or association shall carry as a liability the unearned portion of total premium or dues paid by each purchaser, which shall be calculated on the month to month basis for each month of the respective policy or contract periods. The liability so determined shall be provided for in cash deposited in a banking institution satisfactory to the Insurance Commissioner, or invested to an equivalent amount in United States Government bonds or bonds of the Commonwealth or any subdivision, or in such other first mortgages of marketable sort and not in default of interest as are satisfactory to the Insurance Commissioner.

Reserve liability.

Section 6. Each company or association shall file, with the Insurance Commissioner, the name and residence of every person employed to sell its policies or contracts.

Names and resi-
dences of agents.

Section 7. Each company or association shall pay to the Commonwealth a tax of two per centum on the gross premiums or dues collected. In calculating the tax, credit shall be taken for premiums or dues returned to members as result of cancellation. The tax shall be paid to the Insurance Commissioner not later than August first and February first of each year, reckoned on premiums and dues collected in the preceding six months periods. The Insurance Commissioner shall pay over the same to the State Treasurer for uses of the Commonwealth.

Tax.

Section 8. Companies and associations now doing business in this Commonwealth shall register with the Insurance Commissioner, and be subject to all provisions of this act from the time of its taking effect.

Companies now do-
ing business.

Section 9. Any company, association, or any person violating the conditions of this act shall be guilty of misdemeanor, and, upon conviction, shall be fined not exceeding five hundred dollars nor less than one hundred dollars, and shall serve not more than six months in jail, either or both, within discretion of the court having jurisdiction.

Violations.

Misdemeanor.

Penalty.

Section 10. Whenever, as result of examination by the Insurance Commissioner, it is disclosed that the liabilities, including the unearned premium or dues liability aforesaid, exceed the assets in hand, he shall

Liquidation of in-
solvent companies.

notify the company or association to repair the deficiency in ten days or cease business entirely, and, in event that liquidation is necessary, the Insurance Commissioner shall at once take charge of the affairs of the company or association, and wind up its affairs. Expenses of liquidation shall be paid out of funds of the company or association.

Repeal.

Section 11. All acts or parts of acts inconsistent herewith are hereby repealed.

APPROVED—The 10th day of May, A. D. 1921.

WM. C. SPROUL.

No. 216.

AN ACT

To apportion the State into congressional districts.

Congressional
apportionment.

Section 1. Be it enacted, &c., That, for the purpose of electing representatives of the people of Pennsylvania to serve in the House of Representatives in the Congress of the United States, this State shall be divided into thirty-six districts, as follows:

First district.

The first district shall consist of the first, seventh, twenty-sixth, thirtieth, thirty-sixth, thirty-ninth, and forty-eighth wards of the city of Philadelphia.

Second district.

The second district shall consist of the eighth, ninth, tenth, thirteenth, fourteenth, fifteenth, twentieth, and thirty-seventh wards of the city of Philadelphia.

Third district.

The third district shall consist of the second, third, fourth, fifth, sixth, eleventh, twelfth, sixteenth, seventeenth, eighteenth, and nineteenth wards of the city of Philadelphia.

Fourth district.

The fourth district shall consist of the twenty-eighth, twenty-ninth, thirty-second, thirty-eighth, and forty-seventh wards of the city of Philadelphia.

Fifth district.

The fifth district shall consist of the twenty-third, twenty-fifth, thirty-first, thirty-third, thirty-fifth, forty-first, and forty-fifth wards of the city of Philadelphia.

Sixth district.

The sixth district shall consist of the twenty-fourth, twenty-seventh, thirty-fourth, fortieth, forty-fourth, and forty-sixth wards of the city of Philadelphia.

Seventh district.

The seventh district shall consist of the twenty-first, twenty-second, forty-second, and forty-third wards of the city of Philadelphia.

Eighth district.

The eighth district shall consist of the counties of Chester and Delaware.

Ninth district.

The ninth district shall consist of the counties of Bucks and Montgomery.

Tenth district.

The tenth district shall consist of the county of Lancaster.

Eleventh district.

The eleventh district shall consist of the county of Lackawanna.