

serve until such time as a director shall be elected from the merged part in accordance with the procedure prescribed in this section. At the first municipal election after the union or merger in the case of newly formed *union or merged* districts, and at the municipal election in one thousand nine hundred fifty-seven in the case of existing union or merged districts, and, in both cases, at each subsequent municipal election, directors shall be elected *by and from the* [number of the] component municipalities [entitled to representation under subsection (a) of this section] equal to the number of directors to be elected at that election in *school* districts of the class to which the union or merged district belongs or to which the *union or merged* district is entitled under subsection (a) of this section. The order *of priority of component municipalities in electing directors shall be in accordance with the population of the component municipalities starting with the largest according to the United States decennial census last preceding the union or merger or, in the case of existing *union or merged* districts, the one thousand nine hundred fifty census. Directors to be elected at large shall be elected after a director has been elected from each component municipality [entitled to representation under subsection (a) of this section].

Section 2. This act shall take effect immediately.

Act effective immediately.

APPROVED—The 30th day of November, A. D. 1959.

DAVID L. LAWRENCE

No. 582

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 any mortgagee or pledgee from requiring that the life or health of the person securing a loan be insured by a particular insurance company, agent or broker.

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

Section 1. Section 689.1, act of June 24, 1939 (P. L. 872), known as "The Penal Code," added July 19, 1951 (P. L. 1055), is amended to read:

Section 689.1, act of June 24, 1939, P. L. 872, added July 19, 1951, P. L. 1055, further amended.

Section 689.1. Unlawful Coercion in Contracting Insurance.—Whoever, being engaged in the business of financing the purchase of real or personal property or of lending money on the security of real or personal property, requires, as a condition precedent to financing the purchase of such property, or to lending money upon the security of a mortgage thereon, or as a condition pre-

* "or" in original.

requisite for the renewal or extension of any such loan or mortgage, or for the performance of any other act in connection therewith, that the person for whom such purchase is to be financed, or to whom the money is to be loaned, or for whom such extension, renewal or other act is to be granted or performed, shall negotiate any policy of insurance or renewal thereof covering such property, *or with the exception of a group creditor policy any policy covering the life or health of such person*, through a particular insurance company, agent or broker, shall be guilty of a misdemeanor, and, upon conviction thereof, shall be sentenced to pay a fine not exceeding one thousand dollars (\$1000), and in the case of individuals or the responsible officers, agents or employees of a corporation, partnership or association, to undergo imprisonment not exceeding one (1) year, or both.

Nothing contained in this section shall prevent any person from approving or disapproving the insurance company selected to underwrite such insurance.

APPROVED—The 30th day of November, A. D. 1959.

DAVID L. LAWRENCE

No. 583

AN ACT

Amending the act of March 10, 1949 (P. L. 30), entitled "An act relating to the public school system, including certain provisions applicable as well to private and parochial schools; amending, revising, consolidating and changing the laws relating thereto," changing the date on which the authority collecting or receiving school taxes shall file annual reports.

Public School
Code of 1949.

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

Section 661, act
of March 10,
1949, P. L. 30,
amended.

Section 1. Section 661, act of March 10, 1949 (P. L. 30), known as the "Public School Code of 1949," is amended to read:

Section 661. Annual Reports.—The receiver of taxes, city treasurer, or other proper authority collecting or receiving school taxes in any school district of the first class, shall, annually, on the first Monday of [February] *April* of each year, settle his accounts for the school taxes for the preceding fiscal year, and shall, at the same time, furnish the board of public education with a statement of the total amount of school taxes standing unpaid upon the tax duplicates.

Act effective
immediately.

Section 2. This act shall take effect immediately.

APPROVED—The 30th day of November, A. D. 1959.

DAVID L. LAWRENCE