

CHAPTER 405

AN ACT to amend 189.06 (1) and (3), 189.07 (1) (a) and (b), (20) (intro. par.) and 189.08 (1) (f) (intro. par.) of the statutes, relating to government securities, transportation company securities and security transactions not requiring registration.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 189.06 (1) and (3) of the statutes are amended to read:

189.06 (1) Any security issued by, or the principal and interest of which are guaranteed by, any state, territory or insular possession of the United States or by any political subdivision of any thereof, or by any foreign government, *or combination of foreign governments*, or any state, territory or political subdivision thereof, in each case having power of taxation or assessment for the purpose of paying such security.

(3) Any security issued by a corporation operating a railroad *or as a motor carrier* the issuance of whose securities is regulated by the interstate commerce commission, and any security senior thereto.

SECTION 2. 189.07 (1) (a) and (b) and (20) (intro. par.) of the statutes are amended to read:

189.07 (1) (a) The sale by a domestic corporation of its securities, *including persons within the definition of issuer under sub. (5)*, if the aggregate number of holders of all its securities, after the securities to be issued are sold, does not exceed 15, and no commission, profit or other compensation is or has been paid for the sale of any securities of such corporation, and the total organization and promotion expense in connection with the issue of all securities of such corporation, *including attorney's fees but exclusive of statutory fees*, does not exceed 3 per cent of the aggregate sale price of all such securities or * * * \$350, whichever is greater.

(b) The sale by any partnership, pool or association, having its principal place of business in this state, of interests therein, *including persons within the definition of issuer under sub. (5)*, if the aggregate number of holders of all interests in such partnership, pool or association, after * * * *all the interests to be issued are sold*, does not exceed 15, and no commission, profit or other compensation is or has been paid in connection with the sale of any interests in such partnership, pool or association, and the total organization and promotion expense in connection with the issue of all interests in such partnership, pool or association, *including attorney's fees but exclusive of statutory fees*, does not exceed 3 per cent of the total invested capital thereof or * * * \$350, whichever is greater.

(20) (intro. par.) The sale by any licensed dealer of obligations (not exempt under s. 189.06 (6) and which do not qualify for sale by notification under s. 189.08 (1) (f)) issued by any state, *territory or insular possession of the United States* or by any county, city, village, town, district or other subdivision thereof, or by any agency of one or more of the foregoing, which are payable from revenues only, provided, * * * that no such securities shall be sold until:

SECTION 3. 189.08 (1) (f) (intro. par.) of the statutes is amended to read:

189.08 (1) (f) (intro. par.) Obligations (not exempt under s. 189.06 (6)), issued by any state, *territory or insular possession of the United*

States or by any county, city, village, town, district or other subdivision thereof, or by any agency of one or more of the foregoing, which are payable from revenues derived from the operation by the issuer or any agency thereof of any toll bridge, turnpike, *parking facility*, public market, or any plant or equipment for the furnishing of transportation or sewerage facilities, the transmission of telephone messages or the production, transmission, delivery or furnishing of heat, light, water or power, or combination thereof, directly or indirectly, to or for the public, provided such state, county, city, village, town, district or other subdivision thereof has a population of not less than 10,000 or such project serves an aggregate of not less than 2,500 customers, and provided further no default of interest or principal exists in respect of said obligations, and that the operation of such project, whether by the issuer or any agency thereof or by others, has, in each of the 3 fiscal years next preceding the sale of said obligations hereunder, yielded net profits available for payment of interest amounting to not less than the greater of either :

Approved July 20, 1957.
