

No. 688, A.]

[Published July 18, 1907.

CHAPTER 668.

AN ACT to create section 1950m, of the statutes, limiting the expense charge in the premium which may be charged by life insurance companies.

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

SECTION 1. There are added to the statutes a new section to read:

* * * * *

SECTION 2. This act shall take effect and be in force on and after the first day of January, 1908, after its passage and publication.

Approved July 16, 1907.

No. 666, A.]

[Published July 18, 1907.

CHAPTER 669.

AN ACT to create section 4470h of the statutes, relating to the erection of poles upon lands and attachment or stringing of wires upon or over lands, buildings, or structures without the consent of the owner.

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

SECTION 1. There is added to the statutes a new section to read:

* * * * *

SECTION 2. This act shall take effect and be in force from and after its passage and publication.

Approved July 16, 1907.

*life insurance company shall not equal its liabilities computed as provided by section 1948, the commissioner of insurance shall give notice to such * * * company and its agents to discontinue issuing new policies within this state until such time as its * * * assets have become equal to its liabilities * * * computed as aforesaid.* Any officer or agent who, after such notice has been given, issues or delivers a new policy for and on behalf of such corporation before its funds shall have been examined by the commissioner and a new certificate of authority issued shall forfeit for each offense not less than one hundred dollars nor more than one thousand dollars. *

(Ch. 150, 1907.)

Life insurance premiums: limit of expense charges.

SECTION 1950m. After the year 1907 no foreign life insurance company shall issue or deliver any policy in this state, and no domestic life insurance company shall issue or deliver any policy, wherein the present value of the premiums stipulated to be paid shall exceed the sum of:

a. The net single premium which will mature the policy according to its terms (exclusive of the provisions mentioned in subdivision b), such present value and net single premium to be computed on the basis of the table of mortality adopted and the rate of interest assumed; and

b. An amount as a provision for expenses and contingencies equal to one-third of the net single premium on an ordinary life policy insuring the same sum and issued at the same age, computed according to the American Experience table of mortality with interest at three per centum per annum.

The amount provided for expenses and contingencies for any policy year as a measure for first and subsequent years shall not exceed:

(1) In the first year, the difference between the mortality charge computed on the basis of no deposit for such year and the level premium on a twenty annual premium payment life policy insuring the same sum and issued at the same age and computed upon the same table of mortality and rate of interest, and the maximum provision under subdivision b, computed on the American Experience table of mortality with interest at three per centum per annum, together with the excess, if any, of the first year's premium over the largest subsequent annual premium on such policy, provided the first year's expense charge

on any policy shall in no case exceed the difference between the premium and the mortality charge for such year.

(2) In any one of the four succeeding years, one and one-half of the amount which would be available under a level distribution of the maximum provision under subdivision b, over the premium paying period of the policy, computed upon the American Experience table of mortality with interest at three per centum per annum.

(3) In any year after the fifth year, the amount which would be available under a level distribution of the maximum provision under subdivision b, over the premium paying period of the policy, computed upon the American Experience table of mortality with interest at three per centum per annum.

This section shall not apply to policies of industrial insurance.

(Ch 668, 1907.)

Life insurance companies to report expense charges and expenses annually; forms. SECTION 1950n. Every foreign life insurance company doing business in this state or having in force any policies issued in this state, and every domestic life insurance company, shall, beginning with the first day of March, 1909, and on the first day of March each year thereafter, as of the calendar year preceding, make a report in writing to the commissioner of insurance in the following form:

Report of, of expense charges and expenditures for the year ending December 31, 19....

FIRST YEAR BUSINESS.

- (a) Total expense charges of first year contained in premiums for the first year of insurance received in said calendar year..... \$.....
- (b) Total expenses incurred or paid:
 - 1. For commissions on first year's premiums. \$.....
 - 2. For advances to agents..... \$.....
 - 3. For advertising \$.....
 - 4. For such part of the expenses of medical examinations and inspections of risks not actually paid from savings on mortality \$.....
 - 5. The due proportion well and truly ascertained of all other expenses properly chargeable to first year's business, exclusive of expenses for medical examina-