

No. 213, S.]

[Published June 4, 1949.

CHAPTER 206.

AN ACT to amend 208.13 of the statutes, relating to disbursements of mutual benefit societies.

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

208.13 of the statutes is amended to read:

208.13 Every provision in the regulations adopted by any mutual benefit society for payments by its members shall distinctly state the purpose of the same and the proportion thereof which may be used for expenses. Except as otherwise provided in this section, no part of the money collected for mortuary or disability purposes or to mature the contracts or of the net accretions thereto shall be used for expenses. Every society may use for expenses any surrender charge made pursuant to the provisions of section 208.17 and total payments on all contracts during the first year of membership over the terminal reserves specified in the contracts or by-laws. Mortality savings on contracts which have been in force more than one year and gains on interest disclosed by the annual valuation report as of December 31 in any year may be used in the ensuing year to pay expenses of medical examinations, inspection of risks and investment expenses. *Any society may*

make such disbursements in any year from unassigned funds or surplus, providing a valuation of its contracts based upon the interest rate assumed therein, but not in excess of 3 1/2 per cent, would show a solvency ratio in excess of 100 per cent.

Approved June 2, 1949.
