

for maintenance at the state fairgrounds to the appropriation becoming available on July 1, 1919, by paragraph (c) of subsection (6) of section 20.60 of the statutes.

SECTION 3. Before any expenditures are authorized or incurred under the appropriation made by subsection (3) of section 20.33 of the statutes, the same shall have the approval and authorization of the state board of education.

SECTION 4. There is hereby appropriated to the board of trustees of Stout institute an unexpended balance amounting to eleven thousand six hundred ten dollars and seventy-two cents for permanent property and improvements, in accordance with the terms of the original appropriation enactment; which balance was repealed by chapter 328 of the laws of 1917.

SECTION 5. Authority is hereby granted the board of normal regents to charge expenses not exceeding four hundred dollars for the remodelling and equipment of a lavatory building located upon the athletic grounds of LaCrosse state normal school to the appropriation made by paragraph (f) of subsection (4) of section 20.38 of the statutes.

SECTION 6. This act shall take effect upon passage and publication.

Approved July 29, 1919.

No. 365, A.]

[Published August 1, 1919.

CHAPTER 674.

AN ACT to repeal sections 1753—48 to 1753—53, inclusive, and to create twenty-one new sections of the statutes to be numbered 1753—48 to 1753—68, inclusive, relating to the prevention of fraud in the issuance, sale and disposition of stocks, bonds or other securities, providing a penalty and making an appropriation.

The people of the State of Wisconsin, represented in Senate and Assembly, do enact as follows:

SECTION 1. Sections 1753—48 to 1753—53, inclusive, of the statutes are repealed.

SECTION 2. Twenty-one new sections are added to the statutes to read: Section 1753—48. As used in sections 1753—48 to 1753—68, inclusive, the following words shall be understood in the sense herein set forth and defined.

(a) "Commission" means the railroad commission of Wisconsin;

(b) "Company" means and includes all domestic and foreign private corporations, associations, joint stock companies, partnerships, trusts, common law companies, or any other form

or organization organized, or proposed to be organized, or which shall hereafter be organized, whether incorporated or unincorporated, which directly or indirectly in this state is engaged in selling or offering for sale stocks, bonds or other evidences of title to or interest in or lien upon any or all of its property or profits; or whose stocks, bonds or other securities are offered for sale in this state;

(c) "Security" or "securities" means and includes any bonds, stocks, notes or other obligations or evidences of indebtedness or of title which constitutes evidence of, or is secured by, title to, interest in or lien upon any or all of the property or profits of such company;

(d) "Broker" means and includes every person, firm or corporation, other than an agent, who in this state engages either wholly or in part in the business of selling, offering for sale, negotiating for the sale of, or otherwise dealing in any security or securities issued by others, or of underwriting any issue of securities, or of purchasing or otherwise acquiring such securities for another for compensation or of purchasing or otherwise acquiring such securities with the purpose of reselling them, or of offering them for sale to the public for a commission or at a profit;

(e) "Agent" means and includes every person employed or appointed by a company or a broker, directly or indirectly, who in this state either as an employe or otherwise, for a compensation or as a participant in any compensation, sells, offers for sale, negotiates for the sale of, or takes subscriptions for any security for the sale of which a permit has been issued under the provisions of sections 1753—50 to 1753—53, inclusive.

(f) "Sale" means and includes every disposition of a security which may be made for value, and any securities given or delivered with, or as a bonus on account of any purchase of securities or any other thing shall be conclusively presumed to constitute a part of the subject of such purchase and to have been sold for value.

Section 1753—49. 1. The provisions of sections 1753—48 to 1753—68, inclusive, shall not apply to:

(a) Securities of the United States or any foreign government, or of any state or territory thereof, or of any county, city, township, village, district, or other political or taxing subdivision of any state or territory of the United States or any foreign government;

(b) Commercial paper or evidence of indebtedness maturing not more than two years from the date thereof;

(c) Securities of corporations operating railroads or public utilities, the issue of whose securities is regulated by the commission, or by a railroad or public service commission, board or similar body of any state or territory of the United States, or securities senior thereto;

(d) Securities listed upon the New York, Boston or Chicago stock exchange pursuant to official authorization by such exchange, and securities senior to any securities so listed;

(e) Securities issued by or sold by or to any bank, trust company or building and loan association organized under the laws of this state or issued by or sold by or to any national bank or other corporations organized and existing by virtue of the acts of congress of the United States;

(f) The securities of any corporation organized under the laws of this state without capital stock or exclusively for educational, fraternal, benevolent, charitable, or reformatory purposes;

(g) To the sale of notes secured by mortgages upon real or personal property where the entire mortgage is sold and transferred with the note;

(h) Securities of any corporation organized under the laws of this state whose authorized capital stock added to its other outstanding securities shall not exceed twenty-five thousand dollars;

(i) The distribution by a corporation of increased capital stock distributed by the corporation to its stockholders as a stock dividend paid out of surplus;

(j) The sale of any securities by the owner thereof for the owner's account, exclusively, such sale not being made in the course of continued or repeated transactions of a similar nature by the owner thereof and such owner not being the underwriter of such securities;

(k) To any judicial, executor's, administrator's or guardian's sale or to any sale by a receiver or trustee in insolvency or bankruptcy;

(l) To the sale by a pledge holder selling in good faith and not for the purpose of avoiding the provisions of this act and in the ordinary course of business a security pledged with him as security for a bona fide debt;

(m) To the sale by a company of its stock for a delinquent assessment made in accordance with the provisions of law.

(n) Securities issued by co-operative associations organized under the provisions of sections 1786e—1 to 1786e—17, inclusive, where such co-operative associations are organized for

the purpose of conducting any agricultural, dairy, mercantile, manufacturing or mechanical business on the co-operative plan;

(o) The original sale of its securities by any Wisconsin corporation, the organization expenses of which including commissions on the sale of such securities do not exceed two thousand dollars.

2. All securities not mentioned or described in subsection 1 of this section are divided into two classes, as follows:

(a) Securities based on established values or income, which shall be known as securities in class A. Securities in class A shall comprise the following:

Securities issued by a person, corporation, firm, trust, partnership or association owning a property, business or industry, which property, business or industry has been in continuous operation not less than two years and which has shown net profits for the two fiscal years immediately preceding the application for a permit, exclusive of all prior charges, as follows:

(1) In the case of interest bearing securities not less than one and one-half times the annual interest charge upon all such and other outstanding interest bearing obligations;

(2) In the case of preferred stock not less than one and one-half times the annual dividend on all such and other outstanding preferred stock;

(3) In the case of common stock not less than three per cent per annum upon all such and other outstanding common stock. In the case of stock having no par value, such percentage shall be computed at its proposed sale value or price;

(4) Notes or bonds secured by mortgage on real estate or leasehold where the total amount of such securities together with prior encumbrances does not exceed sixty per cent of the fair market value of such mortgaged property.

(b) Securities based on prospective income which shall be known as securities in class B. All securities not included in subsection 1 or in paragraph (a) of subsection 2 of this section shall be known as securities in class B.

Section 1753—50. 1. No company directly or through an agent or broker shall in this state sell or offer for sale, negotiate for the sale of, take subscriptions for, or exchange for property any security of its own issue until it shall first have applied for and secured from the commission a permit authorizing it so to do; and no broker shall in this state sell, offer for sale, negotiate for the sale of, take subscriptions for or exchange for property any security for the sale of which a permit has not theretofore been issued, until such broker shall have first applied for and

secured from the commission a permit authorizing the sale of such security.

2. The application to secure such permit shall be in writing and shall be verified and filed in the office of the commission. Such application shall state all of the facts required by paragraph (a) of this section and such other facts, including facts referred to in paragraph (b), as the commission may require.

(a) The names and addresses of the officers of the company and the location of its office; an income account if the company shall have been in operation prior to the making of the application, a statement of the company's assets and liabilities, together with an explanation of each item, and a detailed statement of the plan upon which the company proposes to transact business.

(b) A copy of any security the company proposes to issue and of any contract it proposes to make concerning the issuance of its securities and of any prospectus, pamphlet or advertising matter proposed to be used in connection with the sale of the company's securities and such additional information concerning the company or its promoters as the commission may require; an inventory to be accompanied by an appraisal made by a qualified person or persons showing the value of the assets described in such inventory, the person or persons making such appraisal to state in such appraisal the character and nature of their experience and qualifications to value such property and all other facts and considerations on the basis of which their estimate of value is predicated, such appraisal to be verified by the oath of the person or persons making the same, the amount and nature of the purchase price of securities issued for any patent right, copyright, trade-mark, process or good will, or for promotion fees or expenses or for other intangible assets.

3. If the company is a partnership or an unincorporated association, trust or joint stock company, there shall be filed with the application a copy of its articles of partnership or association, or any other papers pertaining to its organization which may be required by the commission. If the company is a trustee, there shall be filed with the application a copy of all instruments by which the trust is created and in which it is accepted, acknowledged or declared. If the applicant being a company is a corporation or association organized under the laws of any other state, territory or government, it shall file with its application a certificate executed by the proper officer of such state, territory or government not more than thirty

days before the filing of such application, showing that such applicant is authorized to transact business in such state, territory or government and also a certificate of the secretary of state of the state of Wisconsin to the effect that such foreign corporation has complied with the provisions of section 1770b, or if not a corporation, its written instrument in such form as the commission may require irrevocably appointing the secretary or assistant secretary of the commission, and his successor in office, its true and lawful attorney upon whom all processes in any action or proceeding against it may be served.

Section 1753—51. 1. Upon the filing of such application, the commission shall examine the same and the other papers and documents filed therewith, and it may, if deemed advisable, make or have made a detailed examination, inspection, audit or investigation of the affairs of the company issuing the security for the sale of which a permit is sought, the expense thereof to be borne by the applicant. If it appears to the commission that the proposed plan of business of the company issuing the securities is not unlawful, unfair, unjust or inequitable and that the company intends to fairly and honestly transact its business and that the securities which it is proposed to issue or sell, and the methods to be used in the issuing or sale of such securities, and the amount of commissions to be paid on such issue or sale are not such as in the opinion of the commission will work a fraud upon the purchaser thereof, the commission upon payment of the fee as hereinafter provided and of any examination or inspection fees incurred, shall issue a written permit in such form as may be prescribed by the commission authorizing the sale of such securities as therein provided in such amounts and for such considerations and upon such terms and conditions as the commission may in said permit provide. Otherwise the commission shall deny the application and refuse such permit and notify the applicant in writing of its decision.

2. Every such permit shall recite in bold type that the issuance thereof is permissive only and does not constitute a recommendation or endorsement of the security permitted to be sold and that neither the state of Wisconsin nor any officer of the state assumes any responsibility in connection with the sale of any such securities.

3. The commission may impose such conditions as may be deemed necessary to the issuance and sale of such securities, and shall have the power to establish such rules and regulations as may be reasonable or necessary to insure the disposition of the proceeds from the sale of such securities in the manner

and for the purposes provided in such permit, and may, from time to time, for cause, amend, alter, revoke or temporarily suspend the rights of the applicant under such permit.

4. In carrying out the provisions of section 1753—48 to section 1753—68, inclusive, the commission may hold such public hearings at such time and place and upon such reasonable notice as the commission may fix and may establish its rules governing the administration of the provisions of said sections.

Section 1753—52. 1. No person, firm or corporation shall act as a broker until such person, firm or corporation shall have first applied for and secured from the commission a certificate authorizing such person, firm or corporation to act as a broker. Every such certificate shall expire on the thirty-first day of December next after its issuance unless sooner revoked. Such certificate shall authorize the applicant to act as broker of securities, a permit for the sale of which has been issued under the provisions of sections 1753—50 and 1753—51 and all such other securities as shall from time to time be authorized to be sold under the provisions of said sections. To secure such certificate the applicant shall make and file in the office of the commission an application in writing, verified by or on behalf of the applicant, in which applicant shall set forth in addition to such other information as may be required by the commission:

(a) The name and address of the applicant and, if it be a corporation, association or joint stock company, the name and address of each of its managing officers and directors and, if it be a partnership, the name and address of each of the partners;

(b) A statement of facts showing the previous business history of the applicant and of its managing officers and directors, if it be a corporation, or of its members, if it be a partnership, in such detail as may be required by the commission and also showing the general plan and character of the business of applicant;

(c) If the applicant is a corporation organized under the laws of any other state, territory or government, it shall file with its application a certificate executed by the proper officer of this state, showing that such applicant is authorized to transact business in this state, and, if not a corporation, it shall file, in such form as the commission may prescribe, its written instrument irrevocably appointing the secretary, or assistant secretary of the commission, and his successor in office its true and lawful attorney upon whom all process in any action or proceeding against it arising out of the sales or attempted sales of securities within this state may be served with the same effect

as if said association were organized or created under the laws of this state.

2. Upon the filing of such application, it shall be the duty of the commission to examine it and the other papers and documents filed therewith, and the commission may, if deemed advisable, make or have made a detailed examination and inquiry into the business and affairs of the applicant. If, from such examination, the commission shall be satisfied of the good business reputation of the applicant and of its officers or members, if any, and that the general business methods of the applicant are fair and equitable, upon payment of the fee as hereinafter provided, the commission shall issue a certificate as hereinbefore provided; otherwise it shall refuse the same and deny the application and notify the applicant of its decision. The commission may at any time revoke any broker's or agent's certificate if it be found that the holder thereof has violated any provision of sections 1753—48 to 1753—68, inclusive, has been guilty of misrepresentation to the commission in its application, has made any false statements to or has concealed any essential facts from any person in the sale of any security to such person, or has engaged, or is about to engage, in any fraudulent transaction. The commission may at any time suspend or revoke the authority of any broker or agent to sell any specified security if it be found (1) that any provision of this act has been or is being violated in the sale thereof, or (2) that further sales of such security will, in the opinion of the commission, be unlawful, unfair, unjust, or inequitable or work a fraud upon the purchaser thereof.

3. No person shall act as an agent until there shall have been issued to him by the commission a certificate authorizing him to act as an agent of some company or broker named therein. Every such certificate shall expire on the thirty-first day of December after its issuance, unless sooner revoked. Such certificate shall be issued by the commission upon the application of any company or broker and the payment of a fee of three dollars for each such certificate issued.

Section 1753—53. 1. No person, firm, copartnership, association or corporation shall issue, circulate or publish any advertisement, pamphlet, prospectus or circular, or make any representation concerning any security in class B to be issued or sold by any company that such person, firm, copartnership, association or corporation desires or proposes to sell, until the commission has issued a permit authorizing the sale of such security; nor shall any company, broker or agent or any other

person issue, circulate or publish any advertisement, pamphlet, prospectus or circular, or make any representation concerning any securities in class B sold or offered for sale by it unless the name of the company, broker, agent or person issuing, circulating or publishing the same shall be subscribed thereto, and a true copy thereof shall have been first filed in the office of the commission; nor shall any such company, broker, or agent or any other person issue, circulate or publish any such advertisement, pamphlet, prospectus or circular, after notice in writing given to it by the commission that the same contains any statement that is false or misleading or otherwise likely to deceive the public.

2. No company, broker or agent shall publish or cause to be published or insert or cause to be inserted any notice or advertisement in any newspaper or other publication of general circulation in this state offering for sale any securities in class B, a permit for the sale of which is required by sections 1753—48 to 1753—68, inclusive, without furnishing the publisher of such newspaper or other publication at the time of submitting the copy of such advertisement a certificate showing that the original copy of such advertisement or notice is on file in the office of the commission. Every such notice or advertisement shall include in bold face type the statement: "Securities in class B under the Wisconsin securities law. These are speculative securities."

Section 1753—54. Every company and every broker authorized by the commission to sell securities shall thereafter, at such times as may be required by the commission, make and file in the office of the commission a report setting forth in such form as may be prescribed, the securities sold by it under the authority of any permit issued by the commission and such other information concerning the business, property or affairs of such company or broker as the commission may require, and no company shall transact, or offer to transact, any business within the state after there shall take effect any change in its articles of organization, by-laws, plan of doing business, or any change in the form of its applications or other contracts before information concerning the same shall have been filed with the commission and its approval of such changes or modifications been granted.

Section 1753—55. 1. No person, for the purpose of organizing or promoting any company, or promoting the sale of securities of any company by it after organization, as principal or broker or agent, shall sell or agree or attempt to sell within

this state any securities in such company unless the contract of subscription or of sale shall be in writing and a copy thereof be delivered to the purchaser and contain a provision in the following language:

(a) "No sum shall be used for commission, promotion and organization expenses on account for any share of stock or any bond or other security in this company in excess of ----- (insert percentage) per cent of the amount actually paid up on separate subscriptions for such securities, and the remainder of such payments shall be held or invested as authorized by the law governing such company and held by the organizers (or trustees as the case may be), and the directors and officers of such company after organization as bailees for the subscriber, to be used only in the conduct of the business for which such company is organized. **THE PERMIT OF THE RAILROAD COMMISSION OF WISCONSIN FOR THE SALE OF SECURITIES UNDER SECTION 1753—48 TO SECTION 1753—68, INCLUSIVE, IS PERMISSIVE ONLY AND DOES NOT CONSTITUTE A RECOMMENDATION OR ENDORSEMENT OF SUCH SECURITY BY THE RAILROAD COMMISSION OF WISCONSIN. DETAILED INFORMATION RELATING TO THESE SECURITIES IS ON FILE WITH THE RAILROAD COMMISSION OF WISCONSIN AND AVAILABLE TO ANY ONE DESIRING ACCESS THERE-TO.**" If the security is included within class B there shall also be contained in said contract of subscription or sale in bold face type the additional statement: "THESE ARE SPECULATIVE SECURITIES."

2. Funds and securities held by such organizers, trustees, directors or officers as bailees shall be deposited with a bank or trust company of this state until such company shall begin to conduct the business for which it is organized.

3. All findings, decisions, orders and regulations of the commission shall be in force and shall be prima facie lawful and all rules and regulations prescribed by the commission shall be in force and shall be prima facie reasonable until finally found otherwise in an action brought for that purpose pursuant to the provisions of section 1753—56.

Section 1753—56. Every order, decision, permit or other official act of the commission shall be subject to review and any party aggrieved by any such order, decision, permit or official act may appeal therefrom to the circuit court of Dane county, in the manner and subject to the limitations prescribed by sections 1797—16 to 1797—17, inclusive, except that the

provisions of paragraphs (b) and (c) of section 1797—16 shall not apply to such appeal.

Section 1753—57. The sale of every security issued by any company without a permit of the commission authorizing the same then in effect, shall be void, and the sale of every security issued by any company with the authorization of the commission, but not in conformity with the provisions, if any, which are required by the commission, shall be void.

Section 1753—58. 1. Any company which shall, directly or indirectly, sell or offer for sale or cause to be sold or offered for sale any security contrary to the provisions of sections 1753—48 to 1753—68, inclusive, or in non-conformity with its representations made to the commission in securing its permit, or contrary to any order of the commission, or which applies the proceeds from the sale of such securities or any part thereof to any purpose other than the purpose or purposes specified in procuring its permit from the commission, or applies any greater or different amount than that specified to the payment of commission, shall be punishable by a fine not exceeding ten thousand dollars.

2. Every officer, agent or employe of any company, and any broker, and every other person who knowingly authorizes, directs or aids in the issue or sale of, or issues or executes or sells, or causes or assists in causing to be issued, executed or sold, any security in non-conformity with a permit of the commission then in effect authorizing such issue, or contrary to the provisions of sections 1753—48 to 1753—68, inclusive, or to any order of the commission, or who, in any application to the commission, or in any proceeding before it, or in any examination, audit or investigation made by it or on its authority, knowingly makes any false statement or representation or who, with knowledge of its falsity, files or causes to be filed in the office of the commission any false statement or representation concerning such broker or company or the property which it then holds or proposes to acquire or concerning its officers or its financial condition or other affairs, or concerning its proposed plan of business, or who, with knowledge of the falsity of any such statement or representation, issues, executes or sells, or causes to be issued, executed or sold, any security of the company concerning which the false statement was made to the commission, or who directly or indirectly, knowingly applies, or causes or assists in causing to be applied, the proceeds or any part thereof from the sale of any security to any purpose contrary to the directions of the commission or to any purpose specified in

excess of the amount limited in its permit to be used for such purposes, or who, with knowledge that any security has been issued or executed in violation of any of the provisions of sections 1753—48 to 1753—68, inclusive, sells or offers the same for sale, or who, with knowledge that any advertisement, pamphlet, prospectus or circular concerning any security contains any statement that is false or misleading or otherwise likely to deceive a reader thereof, issues, circulates or publishes the same, or shall cause the same to be issued, circulated or published, or who, in any other respect, wilfully violates or fails to comply with any of the provisions of sections 1753—48 to 1753—68, inclusive, or who, in any other respect, wilfully violates or fails, omits or neglects to obey, observe or comply with any order, permit, decision, demand or requirement, or any part or provision thereof, of the commission under the provisions of said sections shall be punished by imprisonment in the state prison not exceeding five years, or in a county jail not exceeding one year, or by a fine not exceeding five thousand dollars, or by both such fine and imprisonment.

Section 1753—59. Upon request of the commission the attorney-general or the district attorney of any county shall aid in any investigations provided for, and in all trials and proceedings had under the provisions of sections 1753—48 to 1753—68, inclusive, and shall institute and prosecute any action or proceeding for the enforcement thereof.

Section 1753—60. In any action or proceeding commenced or prosecuted in this state against any company or broker which shall have appointed the secretary or assistant secretary of the commission its attorney, and in any action or proceeding commenced or prosecuted in this state, arising out of or founded upon the actual fraud of any company or broker which shall have appointed the secretary or assistant secretary of the commission its attorney, service of process may be made upon such secretary, who shall forthwith forward by mail, postage prepaid, to the person designated by such company or broker in an instrument in writing filed with the commission, at the address stated in such instrument, or, if no such designation has been made, to the secretary of such company or broker at its last known post-office address, a copy of such process; thereupon, service of such process upon such company or broker shall be deemed to be complete and to be personal service upon such company or broker, with the same effect as if said company or broker were organized or incorporated under the laws of this state and had been lawfully served with process therein.

The certificate of the commission under its official seal, of such service, shall be competent and sufficient proof thereof.

Section 1753—61. 1. The commission shall charge and collect from each broker filing the statement required by section 1753—52 the sum of twenty-five dollars as a filing fee, which shall be returned to the applicant if his application is denied.

2. The commission shall charge and collect from each applicant filing the statements required by sections 1753—50 and 1753—51 a filing fee of ten dollars plus the sum of one dollar per thousand for each thousand dollars par value of securities permitted to be offered for sale in the state of Wisconsin by such applicant.

3. If any such securities shall have no par value, the price at which such applicant proposes to issue or sell the same shall be deemed the par value for the purpose of computing the fee to be paid by such applicant.

Section 1753—62. 1. All fees charged and collected under the provisions of sections 1753—48 to 1753—68, inclusive, and all sums collected from companies or brokers to cover the cost of examination or inspections, shall be paid, accompanied by a detailed statement thereof into the treasury of the state to the credit of the fund to be known as the "Securities Regulation Fund," which fund is hereby created.

2. All moneys which shall be paid into the state treasury and credited to the "Securities Regulation Fund" are hereby appropriated to be used by the commission in carrying out the provisions of sections 1753—48 to 1753—68, inclusive; and the secretary of state shall draw his warrant on said fund from time to time in favor of the commission for the amounts expended under its direction, and the treasurer shall pay the same. The commission may, with the consent of the state treasurer, withdraw from said fund a sum not exceeding one thousand dollars, to be used as revolving fund where cash advances are necessary. The commission shall account for the sum withdrawn from said revolving fund at any time upon demand of the state treasurer.

Section 1753—63. 1. The commission may execute in duplicate any order, finding, certificate, or permit issued by it, and each of such parts shall be deemed to be an original. An original of every such order, finding, certificate or permit shall be retained and preserved by it in its office. Copies of all documents, orders, and permits made, executed, or issued by the commission, and of all papers filed in its office, when certified by the secretary of the commission under its official seal, shall

be received in evidence in all cases in like manner and with the same effect as the originals.

2. Every official report made by the commission, and every report, duly certified, made to it by any deputy, clerk, or other person employed by it, of any examination, audit, or investigation made by him or under his direction, and copies of such reports, certified by the secretary of the commission, shall be prima facie evidence of the fact therein stated for all purpose in any action or proceeding wherein any company, broker, agent or the commission is a party.

Section 1753—64. Neither sections 1753—48 to 1753—68, inclusive, nor any provision thereof shall be deemed to prohibit subscriptions for shares of a corporation made prior to the incorporation thereof, but such subscription shall be deemed to have been made and accepted upon the conditions that such corporation, when incorporated, shall with reasonable diligence apply for and secure from the commission a permit authorizing the sale of the shares so subscribed for, in accordance with such subscriptions. The incorporators named or to be named in the articles of incorporation may, in the name of and on behalf of the corporation, present an application to the commission as provided in sections 1753—48 to 1753—68, inclusive.

Section 1753—65. Annually on or before the first day of December, the commission shall prepare and file in the office of the governor a report containing an accurate review of the work of the commission in the administration of sections 1753—48 to 1753—68, inclusive, for the fiscal year ending June thirtieth preceding the date of such report, and which shall contain a schedule of all applications for permits to sell securities in the state, a schedule of the permits granted, a schedule of the applications rejected, and of any permits cancelled or revoked, and a statement of the receipts and disbursements of the commission, and such other material information as relates to the work of the office.

Section 1753—66. The commission may from time to time issue in pamphlet form or by newspaper advertising or otherwise, information regarding offerings it considers fraudulent offered by persons or parties within or without the jurisdiction of this state for sale to parties within the state by mail, advertisement, in person or otherwise.

Section 1753—67. No company, broker or agent, or any other person shall in any form make or publish any representation, statement or advertisement that any securities of any company subject to the provisions of sections 1753—48 to 1753—

68, inclusive, are or have been in any manner approved or endorsed by the railroad commission.

Section 1753—68. Neither sections 1753—48 to 1753—68, inclusive, nor any provision hereof shall apply to or be construed as a regulation of commerce with foreign nations or among the several states, except in so far as the same may be permitted under the provisions of the constitution and the acts of the congress of the United States.

SECTION 3. This act shall take effect August 1, 1919.

Approved July 29, 1919.

No. 310, A.]

[Published August 1, 1919.

CHAPTER 675.

AN ACT to appropriate a sum of money named therein to T. A. Bergh for injuries received at Stout Institute in August, 1916. *The people of the state of Wisconsin, represented in Senate and Assembly, do enact as follows:*

SECTION 1. There is appropriated from the general fund from moneys not otherwise appropriated, to T. A. Bergh the sum of two thousand dollars, for injuries received by him while attending the summer session of the Stout institute, held at Menomonie, Wisconsin, in August, 1916; provided that the acceptance of this appropriation shall operate as a full and complete discharge to the state of any and all liability or claim on account of or arising from said accident.

SECTION 2. This act shall take effect upon passage and publication.

Approved July 29, 1919.

No. 699, A.]

[Published August 1, 1919.

CHAPTER 676.

AN ACT to create subsection (1a) of section 59.90, authorizing counties to issue bonds to provide buildings for county institutions.

The people of the state of Wisconsin, represented in Senate and Assembly, do enact as follows:

SECTION 1. A new subsection is added to section 59.90 of the statutes to read: (59.90) (1a) To provide buildings for county poorhouses, county hospitals or asylums for the insane, county tuberculosis sanatoriums or county workhouses or houses of correction.

SECTION 2. This act shall take effect upon passage and publication.

Approved July 29, 1919.