

No. 157

1st Session, 15th Legislature, Alberta
12 Elizabeth II

BILL 157

A Bill to amend The Alberta Insurance Act (No. 2)

HON. MR. HOLOWACH

Explanatory Note

1. Chapter 159 of the Revised Statutes, amended.

2. Section 34 (2) presently reads:

"(2) Notwithstanding clause (f) of subsection (1), an insurer undertaking life insurance may be licensed, subject to such conditions as may be prescribed by the Lieutenant Governor in Council, and in the case of a joint stock company,

(a) if its authorized capital stock is at least five hundred thousand dollars, and

(b) if it furnishes satisfactory evidence to the Superintendent that at least two hundred and fifty thousand dollars of its capital stock has been subscribed and paid up in cash,

but no licence shall be issued pursuant to this subsection to an insurer that was a Canadian registered company on the first day of January, 1962."

3. Section 42 (2) presently reads:

"(2) If it appears in the case of an insurer undertaking contracts of life insurance that its policy reserves, and, in the case of any other insurer, that its unearned premiums, in both cases respecting contracts within the meaning of sections 186 and 221 that are outstanding, together with any other liabilities in the Province, exceed its assets in the Province, including the deposit in the hands of the Minister, the assets of the insurer shall be deemed insufficient to justify the continuance of the insurer in business within the meaning of subsection (1), and the Superintendent shall so report to the Minister."

See also clause 3 of Bill 108.

4. Section 130 (6) reads:

"(6) The capital stock of the company shall be divided into shares of one hundred dollars each."

5. Insurance companies incorporated by Act of the Legislature are authorized to have shares of values other than \$100.

BILL

No. 157 of 1964

An Act to amend The Alberta Insurance Act (No. 2)

(Assented to _____, 1964)

HER MAJESTY, by and with the advice and consent of the Legislative Assembly of the Province of Alberta, enacts as follows:

1. *The Alberta Insurance Act* is hereby amended.

2. Section 34 is amended

(a) as to subsection (2), clause (b) by striking out the words "two hundred and fifty thousand" and by substituting the words "five hundred thousand",

(b) by adding the following after subsection (2) :

(3) Except in the case of a Canadian registered company the licence of a joint stock company undertaking life insurance shall not be continued or renewed after the thirty-first day of December, 1965, unless it has at least five hundred thousand dollars of unimpaired paid-up capital.

3. Section 42, subsection (2) is amended by adding after the words "liabilities in the Province" the words "and, where applicable, the amount of unimpaired paid-up capital required under subsection (3) of section 34".

4. Section 130 is amended by striking out subsection (6).

5. The following section is added after section 130:

130a. (1) The capital stock of an insurance company incorporated by a special Act of the Legislature shall be divided into shares of one hundred dollars each or if the special Act so provides, into shares being any multiple of five dollars but not less than ten dollars nor more than one hundred dollars.

(2) Notwithstanding any provision in its special Act of incorporation, a company heretofore incorporated may,

6. Commencement of Act.

with the approval of the Lieutenant Governor in Council, reorganize its share capital to create shares of any multiple of five dollars but not less than ten dollars nor more than one hundred dollars.

6. (1) This Act, except clause (a) of section 2, comes into force on the day upon which it is assented to.

(2) Clause (a) of section 2 comes into force on the thirty-first day of December, 1964.

NO. 157

FIRST SESSION
FIFTEENTH LEGISLATURE
12 ELIZABETH II
1964

BILL

An Act to amend The Alberta
Insurance Act (No. 2)

Received and read the

First time
Second time

Third time

HON. MR. HOLOWACH
