

subdivision 2, a reserve liability for claim fluctuations, hereinafter designated as the claim fluctuation reserve, which shall be a part of its entire reserve liability of each such company. To provide for the reserve liability computed in accordance with the requirements of this section each such company shall hold funds in an amount equal thereto above all its other liabilities. The reserve liability required by this section shall be computed at the end of each calendar year by adding to the amount of the reserve liability for claim fluctuations computed at the end of the preceding year (a) interest at the rate of two and one-half per cent, (b) for term insurance policies with premiums payable less than fifteen years, one per cent of the tabular net premiums, and (c) for all other life insurance policies, including provisions for total and permanent disability or for accidental death benefits in, or supplementary to, all such policies, two per cent of the tabular net premiums, and by deducting from the total of the foregoing (a) incurred claim losses which (i) result from a common loss or event, (ii) involve at least five lives, and (iii) total, exclusive of reinsurance, if any, at least five hundred thousand dollars, (b) the excess, if any, of the incurred claim losses for the year (exclusive of the losses specified in (a)) over the expected claim losses for the year calculated on the basis of such claim losses occurring at the rate of one hundred and five per cent of the average rate for the immediately preceding five years, (c) the increase, if any, in the amount of any special contingency reserve for claim losses established by such company as required by law, (d) the net loss from operations of the company, if any, and (e) the excess, if any, of the claim fluctuation reserve, computed in accordance with the requirements of this section, over six per cent of the reserve liability computed in accordance with the requirements of section nine.

(2) This section shall apply to any of the life insurance policies of a domestic life insurance company, if its board of directors elects to comply with and become subject to the provisions of this section and forwards to the commissioner appropriate notice of such determination.

Approved April 10, 1963.

Chap. 250. AN ACT AUTHORIZING CONSOLIDATION OF THE NORTH SHORE CHILDREN'S FRIEND SOCIETY AND THE FAMILY SERVICE ASSOCIATION OF SALEM UNDER THE NAME OF CHILDREN'S FRIEND AND FAMILY SERVICE SOCIETY OF THE NORTH SHORE, INCORPORATED.

Be it enacted, etc., as follows:

SECTION 1. North Shore Children's Friend Society, incorporated under chapter eighty-one of the acts of eighteen hundred and forty-one, and Family Service Association of Salem, incorporated under general law, are hereby authorized to consolidate into one corporation under the name of Children's Friend and Family Service Society of the North Shore, Incorporated which shall in all respects be a continuation of and shall have all the powers, privileges and exemptions of each of said existing consolidating corporations, and shall be subject to all the duties, liabilities and restrictions provided by law in so far as they relate to the said existing consolidating corporations.

SECTION 2. Upon such consolidation, all property, real and personal, and all rights and interests, legal or equitable, of said existing consolidating corporations and all devises, bequests, conveyances and gifts heretofore and hereafter made to or for any of said existing consolidating corporations shall vest in or for the benefit of said consolidated corporation and otherwise shall be held by said consolidated corporation subject to the same terms, conditions, limitations and trusts as they are now held by said existing consolidating corporations or would have been held by said existing consolidating corporations but for this act, and the treasurers of said existing consolidating corporations are hereby respectively authorized to execute and deliver all papers and documents that they may deem necessary or proper for the purpose of confirming in the consolidated corporation the record title to the property of the existing consolidating corporations.

SECTION 3. Upon such consolidation the members of the existing consolidating corporations shall be the members of the consolidated corporation until such time as the consolidated corporation may, by an amendment to its by-laws, provide for a different membership, and the officers and trustees of North Shore Children's Friend Society, shall be, until their successors are chosen and qualified, the officers and trustees of the consolidated corporation which shall, except as herein provided with respect to the initial membership and name, be governed by the by-laws of North Shore Children's Friend Society, in effect at the time of consolidation, until amended by the consolidated corporation.

SECTION 4. Upon the acceptance of this act within one year after its passage by each of the existing corporations at meetings duly called for the purpose, duly certified copies of the respective votes of acceptance shall be filed in the registry of deeds for Essex County and with the state secretary and the consolidation of the corporations so accepting this act shall thereupon be complete. Nothing herein shall affect any existing corporation not so accepting this act.

Approved April 10, 1963.

Chap. 251. AN ACT PROVIDING FOR THE APPOINTMENT OF THE TOWN TREASURER AND TAX COLLECTOR OF THE TOWN OF IPSWICH BY THE BOARD OF SELECTMEN OF SAID TOWN.

Be it enacted, etc., as follows:

SECTION 1. Notwithstanding the provisions of any law to the contrary, the board of selectmen of the town of Ipswich shall appoint a suitably qualified person to the office of town treasurer and tax collector of said town, and upon the appointment and qualification of the person initially so appointed the elective office of town treasurer and tax collector shall be abolished. The town treasurer and tax collector shall have all the powers, perform the duties and be subject to the liabilities and penalties now or hereafter conferred or imposed by law on town treasurers and tax collectors, shall be appointed for a term of three years and shall serve until his successor is appointed and qualified.

SECTION 2. This act shall take effect on April first, nineteen hundred and sixty-five, if accepted by the town of Ipswich at its annual town meeting in the year nineteen hundred and sixty-four.

- Approved April 10, 1963.