

By Mr. Cox of Lowell, petition of John F. Cox relative to the valuation of capital stock of subsidiaries of insurers. The Judiciary.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Ninety.

AN ACT RELATING TO THE VALUATION OF CAPITAL STOCK OF SUBSIDIARIES OF INSURERS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Chapter 175, Section 11 of the Massachusetts General Laws is
2 hereby amended by adding the following paragraph at the end
3 of the third paragraph thereof: —

4 “He shall allow to the credit of the financial condition of any
5 Company with subsidiary company investments the value of any
6 such subsidiary capital stock computed upon any of the following
7 valuation methods for which the Company has obtained his
8 approval, or the approval of the NAIC Valuation Office staff:

- 9 1. net worth of the subsidiary based upon generally accepted
10 accounting principles; or
- 11 2. cost of the subsidiary capital stock determined and adjusted
12 for subsequent operating results consistent with generally
13 accepted accounting principles; or
- 14 3. the market value of the capital stock of the subsidiary, if the
15 stock is listed on a national securities exchange or entered in the
16 NASDAQ System; or
- 17 4. any valuation permitted by the National Association of
18 Insurance Commissioners; or
- 19 5. any other value which the Company can substantiate to the
20 satisfaction of the Commissioner as being a reasonable value.”

By Mr. Carl H. Javell, Chairman of the Committee on Education and Labor, in response to a resolution of the House of Representatives, passed July 2, 1914.

THE COMMISSIONERS OF EDUCATION

In the Year 1914, the Commission on the Administration of the Department of Education

has the honor to acknowledge the receipt of your letter of the 10th inst., and in reply to inform you that the same has been forwarded to the proper authorities for their consideration.

The Commission is pleased to note the interest which you have manifested in the work of the Department, and trusts that the information herein set forth will be of some service to you.

Under the provisions of the Act of March 3, 1877, the Department of Education is authorized to employ such persons as may be necessary to carry out its functions, and to fix their salaries, not exceeding the amount provided in the Act.

The Department is organized into several divisions, each of which is headed by a Commissioner. The divisions are: General Administration, Bureau of Education, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.

The Bureau of Education is the largest of the divisions, and is responsible for the general administration of the Department. It is divided into several sections, each of which is headed by an Assistant Commissioner. The sections are: General Administration, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.

The Bureau of Child Hygiene is responsible for the promotion of the health and well-being of the children of the Nation. It is divided into several sections, each of which is headed by an Assistant Commissioner. The sections are: General Administration, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.

The Bureau of Vocational Education is responsible for the promotion of the vocational education of the Nation. It is divided into several sections, each of which is headed by an Assistant Commissioner. The sections are: General Administration, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.

The Bureau of Technical Education is responsible for the promotion of the technical education of the Nation. It is divided into several sections, each of which is headed by an Assistant Commissioner. The sections are: General Administration, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.

The Bureau of Special Education is responsible for the promotion of the special education of the Nation. It is divided into several sections, each of which is headed by an Assistant Commissioner. The sections are: General Administration, Bureau of Child Hygiene, Bureau of Vocational Education, Bureau of Technical Education, Bureau of Special Education, Bureau of Statistics, Bureau of Publications, and Bureau of Research.