

of the gross premium charged for covering said policies or risks, computed on each respective policy or risk from the date of the issuance of the policy, bond or other contract of insurance; or, in the discretion of the commissioner, at the rate of fifty per centum of the current annual premiums on each outstanding bond, policy or contract in force and written for one year or less, and on policies and bonds in force and written for more than one year at the rate of fifty per centum of the current year's premiums, plus the whole of the premiums for subsequent years.

1922, ch. 492, sec. 106.

**109.** *Claim Reserves.* All companies authorized to do any of the above classes of business in this state, shall, in addition to the unearned premium or reinsurance reserve required by section 108, also at all times keep and maintain adequate reserve sufficient to pay the claims which may have been filed against such companies, computed as hereinafter provided.

1922, ch. 492, sec. 107.

**110.** *Liability and Compensation Claim Reserves.* The reserve for outstanding losses under insurance against loss or damage resulting from accident to or injuries suffered by an employee or other person and for which the insured is liable, and under insurance against loss from liability on account of the death of or injury to an employee not caused by the negligence of the employer, shall be determined as follows:

(1) For all liability suits being defended under policies written more than (a) Ten Years prior to the date as of which the statement is made, one thousand five hundred dollars for each suit, (b) Five and less than Ten Years prior to the date as of which the statement is made, one thousand dollars for each suit, (c) Three and less than Five Years prior to the date as of which the statement is made, eight hundred and fifty dollars for each suit; (2) For all liability policies written during the three years immediately preceding the date as of which the statement is made, such reserve shall be sixty per centum of the earned liability premiums of each of such three years, less all loss and loss expense payments made under liability policies written in the corresponding years; but in any event, such reserve shall, for the first of such three years, be not less than seven hundred and fifty dollars for each outstanding liability suit on said year's policies; (3) For all compensation claims under policies written more than three years prior to the date as of which the statement is made, the present values at four per centum interest of the determined and estimated future payments; (4) For all compensation claims under policies written in the three years immediately preceding the date as of which the statement is made, such reserve shall be sixty-five per centum of the earned compensation premiums of each of such three years, less all loss and loss expense payments made in connection with such claims under policies written in the corresponding years; but in any event, in the case of the first year of any such three year period such reserve shall not be less than the present value at four per centum interest of the determined and the estimated unpaid compensation claims under policies written during such year.