

of such rivers, water courses or streams, and such auxiliary drains, ditches or canals hereinabove mentioned, and when so acquired shall have and are hereby given the right, power and authority, by and with the consent and approval of the United States Government, in cases where such consent is necessary, to divert, alter or change the bed or course of any such river, water course or stream aforesaid, or to deepen or widen the same.

All diking districts and the commissioners thereof are further given the right, power and authority to join and contract with any other diking district or districts for the joint construction of any of the foregoing works, appliances, or improvements, whether such works, appliances or improvements are located within the boundaries of any or all of the contracting districts.

Joint
enterprises.

Passed the House March 3, 1939.

Passed the Senate March 7, 1939.

Approved by the Governor March 12, 1939.

CHAPTER 118.

[S. B. 138.]

COMPOUND INTEREST ON INSURANCE LOANS.

AN ACT relating to life insurance policy loans and advances, the computation of interest thereon, providing the remedy for the collection of such interest, and amending chapter 49, Laws of 1911 as amended, the same being sections 7032 to 7298 inclusive, Remington's Revised Statutes, by adding thereto a new section to be known as section 184-A.

Be it enacted by the Legislature of the State of Washington:

SECTION 1. That chapter 49, Laws of 1911 as amended, the same being sections 7032 to 7298 inclusive, Remington's Revised Statutes, be amended by adding thereto a new section to be known as section 184-A to read as follows:

Adds § 184-A
to ch. 49,
Laws 1911.

Compound
interest
authorized.

Section 184-A. That in event of non-payment of interest upon a life insurance policy loan or advance heretofore or hereafter made when the interest becomes due from period to period in accordance with the terms or provisions of the policy or policy loan agreement, the sole remedy of the insurance company in respect to said interest shall be the addition of said due and unpaid interest to the principal indebtedness and the charging of interest thereafter upon such increased principal at the same rate as is provided for the original principal; and whenever the amount of the increased principal thus obtained together with the accrued and accruing interest thereon shall equal or exceed the otherwise then cash value of the policy upon which such loan or advance is made, and after giving such notice, if any, as may be required by the policy or policy loan agreement to be given to the policy holder and any assignee of record with the company, such policy shall terminate in full settlement of such indebtedness unless the policy is continued in force pursuant to the provisions of the policy and the loan agreement. In any determination of the amount due under any policy of life insurance heretofore or hereafter issued, deduction shall be made of the amount of the principal of any loan or advance increased as hereinbefore provided, with interest thereon computed as aforesaid. The invalidity of any provision of this act shall not affect the validity of any other provision thereof.

Passed the Senate February 2, 1939.

Passed the House March 5, 1939.

Approved by the Governor March 15, 1939.