

CHAPTER 1021

REORGANIZED MUTUAL INSURANCE COMPANIES — NAMES

S.F. 2361

AN ACT relating to the names of reorganized mutual insurance companies.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. [Section 521A.14, subsection 1](#), paragraph a, Code 2024, is amended to read as follows:

a. A domestic mutual insurance company, upon approval of the commissioner, may reorganize by forming an insurance holding company based upon a mutual plan and continuing the corporate existence of the reorganizing insurance company as a stock insurance company. The reorganized insurance company may continue to use the word "mutual" in the company's name provided that the company's name also includes the words "stock insurer", or the abbreviation "SI". The commissioner, after a public hearing as provided in [section 521A.3, subsection 4](#), paragraph "b", if satisfied that the interests of the policyholders are properly protected and that the plan of reorganization is fair and equitable to the policyholders, may approve the proposed plan of reorganization and may require as a condition of approval such modifications of the proposed plan of reorganization as the commissioner finds necessary for the protection of the policyholders' interests. The commissioner may retain consultants as provided in [section 521A.3, subsection 4](#), paragraph "d". A reorganization pursuant to [this section](#) is subject to [section 521A.3, subsections 1, 2, and 3](#). The commissioner shall retain jurisdiction over a mutual insurance holding company organized pursuant to [this section](#) to assure that policyholder interests are protected.

Sec. 2. [Section 521A.14, subsection 2](#), paragraph a, Code 2024, is amended to read as follows:

a. A domestic mutual insurance company, upon the approval of the commissioner, may reorganize by merging its policyholders' membership interests into a mutual insurance holding company formed pursuant to [subsection 1](#) and continuing the corporate existence of the reorganizing insurance company as a stock insurance company subsidiary of the mutual insurance holding company. The reorganized insurance company may continue to use the word "mutual" in the company's name provided that the company's name also includes the words "stock insurer", or the abbreviation "SI". The commissioner, after a public hearing as provided in [section 521A.3, subsection 4](#), paragraph "b", if satisfied that the interests of the policyholders are properly protected and that the merger is fair and equitable to the policyholders, may approve the proposed merger and may require as a condition of approval such modifications of the proposed merger as the commissioner finds necessary for the protection of the policyholders' interests. The commissioner may retain consultants as provided in [section 521A.3, subsection 4](#), paragraph "d". A merger pursuant to [this section](#) is subject to [section 521A.3, subsections 1, 2, and 3](#). The commissioner shall retain jurisdiction over the mutual insurance holding company organized pursuant to [this section](#) to assure that policyholder interests are protected.

Approved April 10, 2024