

CHAPTER 404.

LIFE INSURANCE COMPANIES, ETC.

S. F. 541.

AN ACT to amend section eighteen hundred six (1806), supplement to the code, 1913, relative to the investment of the funds of life insurance companies.

Be it enacted by the General Assembly of the State of Iowa:

1 Investment of funds. That section eighteen hundred six (1806),
2 supplement to the code, 1913, be amended by striking out the first
3 thirteen lines of paragraph six (6) in said section and enacting in
4 lieu thereof the following:
5 Paragraph 6. Any such real estate in this state as is necessary
6 for its accommodation as a home office; and in the erection of any
7 building for such purposes, it may add thereto rooms for rent; pro-
8 vided that before any company or association shall invest any of its
9 funds, in accordance with the provisions of this subdivision, it shall
10 first obtain the consent of the executive council. The maximum
11 amount which any such company or association shall be permitted
12 to invest in accordance with the provisions of this subdivision shall
13 not exceed ten percent of the lawful reserve on its policies or cer-
14 tificates of insurance, provided however, that a stock company may
15 invest such portion of its paid up capital, in addition to said ten per-
16 cent of the lawful reserve on its policies, as is not held to constitute
17 a part of its legal reserve deposit under section seventeen hundred
18 seventy-four (1774) of the code; provided further that the total
19 legal reserve of such company shall be equal to or exceed the amount
20 of its paid up capital stock. Any company or association so invest-
21 ing its funds may use the value of any such real estate and home
22 office building as a part of the deposit of legal reserve in which case
23 it shall convey the same to the commissioner of insurance by trust
24 deed, such property to be held by him in trust for the benefit of the
25 policy holders or members of the company or association. The com-
26 missioner of insurance shall execute and deliver to the company or
27 association a quit claim deed to the property held by him in trust
28 whenever the full legal reserve of said company or association shall
29 be invested in other securities provided in this subdivision and de-
30 posited with the commissioner of insurance. The value of said prop-
31 erty whether deeded in trust or otherwise shall be determined from
32 time to time by the commissioner of insurance.

Approved April 25, A. D. 1917.