

NEW LETTERED PARAGRAPH. e. Been sent any written correspondence, notice or information by first class mail regarding the funds or deposits by the financial organization on or after the effective date of this Act, if the correspondence, notice or information is not returned to the financial organization for nondelivery and if the financial organization maintains a record of all returned mail.

Sec. 3. Section 556.2, Code 1985, is amended by adding the following new subsection:

NEW SUBSECTION. 6. A banking organization or financial organization shall send to the owner of each account, to which none of the actions specified in paragraphs "a" through "d" of subsection 1 or "a" through "d" of subsection 2 have occurred during the preceding five calendar years, a notice by certified mail stating in substance the following:

"According to our records, we have had no contact with you regarding (describe account) for more than five years. Under Iowa law, if there is a period of five years without contact, we may be required to transfer this account to the custody of the treasurer of state of Iowa as unclaimed property. You may prevent this by taking some action, such as a deposit or withdrawal, which indicates your interest in this account or by signing this form and returning it to us.

I desire to keep the above account open and active.

YOUR SIGNATURE"

The notice required under this section shall be mailed within thirty days of the lapse of the five-year period in which there is no activity. The cost of the certified mail of the notice required in this section may be deducted from the account by the banking or financial organization.

Approved May 30, 1985

CHAPTER 234

FINANCIAL REQUIREMENTS OF GRAIN DEALERS

H.F. 748

AN ACT relating to the financial requirements of grain dealers.

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

Section 1. Section 542.3, subsection 4, paragraph c, Code 1985, is amended to read as follows:

c. The grain dealer shall have and maintain current assets equal to at least ninety percent of current liabilities or provide bond ~~in the amount of two thousand dollars for each one thousand dollars or fraction thereof of current assets lacking to meet this minimum.~~ under the following conditions:

(1) A grain dealer with current assets equal to at least forty-five percent of current liabilities may provide bond of two thousand dollars for each one thousand dollars or fraction

of one thousand dollars of current assets that the grain dealer is lacking to meet the minimum requirement. However, the bond shall not be used for longer than six consecutive months in a twelve-month period.

(2) A grain dealer with current assets equal to less than forty-five percent of current liabilities may provide bond of two thousand dollars for each one thousand dollars or fraction of one thousand dollars of current assets that the grain dealer is lacking to meet the minimum requirement. However, the bond shall not be used for longer than thirty consecutive days in a twelve-month period.

PARAGRAPH DIVIDED. A bond submitted for purposes of this paragraph shall be in addition to any other bond otherwise permitted or required under this chapter.

Sec. 2. Section 542.3, subsection 5, paragraph c, Code 1985, is amended to read as follows:

c. The grain dealer shall have and maintain current assets equal to at least ninety percent of current liabilities or provide bond in the amount of two thousand dollars for each one thousand dollars or fraction thereof of current assets lacking to meet this minimum. under the following conditions:

(1) A grain dealer with current assets equal to at least forty-five percent of current liabilities may provide bond of two thousand dollars for each one thousand dollars or fraction of one thousand dollars of current assets that the grain dealer is lacking to meet the minimum requirement. However, the bond shall not be used for longer than six consecutive months in a twelve-month period.

(2) A grain dealer with current assets equal to less than forty-five percent of current liabilities may provide bond of two thousand dollars for each one thousand dollars or fraction of one thousand dollars of current assets that the grain dealer is lacking to meet the minimum requirement. However, the bond shall not be used for longer than thirty consecutive days in a twelve-month period.

PARAGRAPH DIVIDED. A bond submitted for purposes of this paragraph shall be in addition to any other bond otherwise permitted or required under this chapter.

Sec. 3. Section 542.15, Code 1985, is amended by adding the following new subsection:

NEW SUBSECTION. 7. A grain dealer shall not purchase grain on credit during any time period in which the grain dealer's current assets are less than forty-five percent of current liabilities.

Approved May 30, 1985