



KIM REYNOLDS  
GOVERNOR

**OFFICE OF THE GOVERNOR**

ADAM GREGG  
LT GOVERNOR

March 7, 2018

The Honorable Paul Pate  
Secretary of State of Iowa  
State Capitol Building  
LOCAL

Dear Mr. Secretary:

I hereby transmit:

House File 2175, an Act relating to the maximum value of life insurance companies' and life insurance associations' investments in CM3 classified mezzanine loans as a percentage of such company's or association's legal reserve.

The above House File is hereby approved this date.

Sincerely,

A handwritten signature in black ink that reads "Kim Reynolds".

Kim Reynolds  
Governor

cc: Secretary of the Senate  
Clerk of the House



House File 2175

AN ACT


RELATING TO THE MAXIMUM VALUE OF LIFE INSURANCE COMPANIES' AND LIFE INSURANCE ASSOCIATIONS' INVESTMENTS IN CM3 CLASSIFIED MEZZANINE LOANS AS A PERCENTAGE OF SUCH COMPANY'S OR ASSOCIATION'S LEGAL RESERVE.


BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 511.8, subsection 9, paragraph h, subparagraph (3), subparagraph division (a), Code 2018, is amended to read as follows:


(a) The value of a company's or association's total investments qualified under this paragraph "h" in mezzanine real estate loans classified as CM3 in accordance with the national association of insurance commissioners' rating methodology or an equivalent or successor rating at the time

of purchase shall not exceed ~~two~~ three percent of the legal reserve.


  
LINDA UPMEYER  
Speaker of the House

  
JACK WHITVER  
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2175, Eighty-seventh General Assembly.

  
CARMINE BOAL  
Chief Clerk of the House

Approved March 7<sup>th</sup>, 2018

  
KIM REYNOLDS  
Governor