

MAR 28 1973

HOUSE FILE 526

Place On Calendar

BY COMMITTEE ON COMMERCE

Senate, Commerce 413, Pass 5/31
House File 526 *Roll 1-14-74, Pass 1-16*
Rodgers, Chairman
Rabedeaux
Curtis

Passed House, Date 4-6-73 (797) Passed Senate, Date 1-25-74

Vote: Ayes 90 Nays 0 Vote: Ayes 41 Nays 0

Approved 3-4-74

A BILL FOR

- 1 An Act relating to the examination of insurance companies.
- 2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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1 Section 1. Section five hundred seven point one (507.1),
2 Code 1973, is amended to read as follows:

3 507.1 "COMPANY" DEFINED. The word "company" as used in
4 this chapter shall mean all companies or associations organ-
5 ized under the provisions of chapters 508, 510, 511, five
6 hundred twelve (512), five hundred fourteen (514), 515, five
7 hundred fifteen C (515C), 518A of the Code, associations
8 subject to the provisions of chapters 518 and 520, and all
9 companies or associations admitted or seeking to be admitted
10 to this state under the provisions of any of the chapters
11 herein referred to.

12 Sec. 2. Section five hundred ten point twelve (510.12),
13 Code 1973, is amended to read as follows:

14 510.12 PUBLICATION OF REPORT--EXAMINATION AND EXPENSE.
15 The commissioner of insurance shall publish such annual state-
16 ment in detail in his report, and for the purpose of verifying
17 it he may make or cause to be made an examination of the af-
18 fairs of any such association at its expense, which shall
19 be, if done by him or his clerk, necessary hotel and travel-
20 ing expenses only, if, by a person not regularly employed
21 in his office, the actual cost thereof, ~~not exceeding ten~~
22 ~~dollars-per-day~~ for the time required and actual expenses;
23 but the examination herein provided for shall be in addition
24 to those authorized by the provisions of section 507.2.

25 Sec. 3. Section five hundred ten point twenty-one (510.21),
26 Code 1973, is amended to read as follows:

27 510.21 EXAMINER'S FEE--PAYMENT. If the commissioner ap-
28 points someone not receiving a regular salary in his office
29 to make this examination, such examiner shall receive ten
30 dollars-per-day a per diem in an amount fixed by the commis-
31 sioner for his services in addition to his actual traveling
32 and hotel expenses, to be paid by the association examined,
33 or by the state on the approval of the executive council,
34 if the association fails to pay the same.

35 Sec. 4. Section five hundred twelve point twenty (512.20),

1 Code 1973, is amended to read as follows:

2 512.20 EXPENSE. The expense of such examination shall
3 be ~~limited-to-five-dollars-per-day~~ fixed by the commissioner
4 and shall include a per diem charge for the examiners and
5 the necessary expenses of travel and for hotel bills.

6 EXPLANATION

7 This bill includes within the definition of the word "com-
8 pany" in the chapter of the Code relating to the examination
9 of insurance companies all types of companies presently being
10 examined by the insurance department. It also eliminates
11 the present per diem limit on the expenses allowed for in-
12 surance examinations and substitutes an amount fixed by the
13 insurance commissioner.

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