

Senate File 65
Commerce
Koogler, chair
Tauke
Dieleman
Schroeder
Bina

2/17 etc pass 4/12 (p 1416)

FILED - 5 - 1977

SENATE FILE 65

By COMMITTEE ON COMMERCE
approved 2/10 (124)

Passed Senate, Date 2-11-77 (340) Passed House, Date 5-10-77 (p 2025)

Vote: Ayes 47 Nays 0 Vote: Ayes 23 Nays 0

Approved June 3, 1977

A BILL FOR

1 An Act relating to the privileges of licensed insurance
2 agents.

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

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1 Section 1. Section five hundred twenty-two point one
2 (522.1), Code 1977, is amended by adding the following new
3 paragraph:

4 NEW PARAGRAPH. This section shall not prohibit a licensed
5 agent from placing actual or proposed insurance business of
6 his customers or potential customers with other licensed
7 agents if the reason is lack of capacity, restrictive markets
8 or any other legitimate business reason and if such placement
9 of business does not adversely affect the insured customer.

10 EXPLANATION

11 This bill allows licensed agents to place risks with other
12 licensed agents for various reasons if the placement of
13 business does not adversely affect his client. Present law
14 does not permit a person to procure insurance on behalf of
15 a client unless the insurance is obtained from a company for
16 which the person is licensed as an agent.

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AN ACT
RELATING TO THE PRIVILEGES OF LICENSED INSURANCE
AGENTS.

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

Section 1. Section five hundred twenty-two point one (522.1), Code 1977, is amended by adding the following new paragraph:

NEW PARAGRAPH. This section shall not prohibit a licensed agent from placing actual or proposed insurance business of his customers or potential customers with other licensed agents if the reason is lack of capacity, restrictive markets or any other legitimate business reason and if such placement of business does not adversely affect the insured customer.

ARTHUR A. NEU
President of the Senate

DALE M. COCHRAN
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 65, Sixty-seventh General Assembly.

STEVEN C. CROSS
Secretary of the Senate

Approved Jan 3, 1977

ROBERT D. RAY
Governor