

*Reprinted 4/1/85*

MAR 12 1985

HOUSE BILL 570

WAYS & MEANS CALENDAR

BY COMMITTEE ON WAYS AND MEANS

(Formerly House Study Bill 298)

Passed House, Date 3-15-85 (p. 825) Passed Senate, Date \_\_\_\_\_

Vote: Ayes 62 Nays 32 Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

*Written to measure 3/13 (p. 862)  
" Laws 3/28 (p. 1136)*

### A BILL FOR

1 An Act relating to the premium tax on insurance companies and  
2 associations and mutual service corporations operating  
3 under chapter 514 domiciled or doing business in the state.

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

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HF 570

1 Section 1. Section 432.1, Code 1985, is amended by adding  
2 the following new subsections:

3 NEW SUBSECTION. 5. Notwithstanding subsections 1 and 2  
4 and in lieu of the premium tax provided in those sections, one  
5 percent of the gross amount of premiums received during the  
6 preceding calendar year, after deducting the amounts returned  
7 to policyholders upon canceled policies, certificates and  
8 rejected applications, by any of the following companies or  
9 associations on contracts of accident and health insurance for  
10 business done in this state:

- 11 a. A company or association domiciled in Iowa.
- 12 b. A foreign company or association doing business in the  
13 state with operations in the state with fifty or more  
14 employees, exclusive of licensed agents.

15 NEW SUBSECTION. 6. A company or association domiciled or  
16 doing business in this state shall receive a one thousand  
17 dollar credit on any tax due under this section or section  
18 432.2 for each additional employee, exclusive of licensed  
19 agents, that is added to the company's or association's  
20 payroll in the state for the year in which the employee is  
21 added if the company or association employs fifty or more  
22 people, exclusive of licensed agents, but including the  
23 additional employee, in this state.

24 Sec. 2. NEW SECTION. 432.2 MUTUAL SERVICE CORPORATIONS.

25 A hospital service corporation, medical service corpora-  
26 tion, pharmaceutical service corporation, optometric service  
27 corporation and any other service corporation operating under  
28 chapter 514 shall pay to the director of revenue an amount  
29 equal to one percent of the gross amount of payments received  
30 during the preceding calendar year for subscriber contracts  
31 after deducting the amounts returned to subscribers upon  
32 canceled subscriber contracts and rejected applications.  
33 Section 432.1, subsections 3, 4, and 6 apply to the tax  
34 imposed by this section.

1 This bill levies a one percent premium tax rather than two  
2 percent on accident and health insurance premiums if the  
3 company is domiciled in Iowa, employs at least fifty people  
4 exclusive of licensed agents in the state. A similar one  
5 percent tax is levied on contract payment received by a mutual  
6 service corporation operating under chapter 514. The bill  
7 also provides for a one thousand dollar premium tax credit for  
8 each additional employee added to the payroll in the state,  
9 exclusive of licensed agents, for the year in which the  
10 employee is added if the company or association employs at  
11 least fifty people in the state.

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HOUSE FILE 570  
FISCAL NOTE

REQUESTED BY REPRESENTATIVE BRAMMER

In compliance with a written request received March 12, 1985, a fiscal note for HOUSE FILE 570 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note are available from the Legislative Fiscal Bureau to members of the Legislature upon request.

HOUSE FILE 570 reduces the insurance premium tax from two percent to one percent on accident and health premiums for certain companies. These companies must either be Iowa domiciled or employ at least 50 people exclusive of licensed agents in the state. This one percent premium tax is additionally imposed on contract payments received by a mutual service corporation operating under Chapter 514 (which includes Blue Cross/Blue Shield).

The bill further provides for a \$1,000 premium tax credit for each additional employee added to the payroll in the state, exclusive of licensed agents, if the company employs at least 50 people in the state. The credit is applicable for the year in which the employee is added.

The bill takes effect July 1 following enactment.

FISCAL EFFECT: While House File 570 results in a decrease in insurance premium taxes due to reducing the rate by 50 percent for accident and health premiums, the increase resulting from broadening the base to include mutual service corporations (Blue Cross/Blue Shield) offsets the decline. These two areas of the bill will result in an approximate million increase in insurance premium tax collections annually.

An exact estimate of the impact concerning the section of House File 570 which provides a new jobs credit for insurance companies employing at least 50 persons cannot be provided. While a decline in premium taxes would result if new jobs were created, subsequent increased economic activity due to these new jobs would result in increases to state tax collections in the following areas:

	<u>State Revenues</u>	<u>Local Revenues</u>
Business share	Insurance Premium Tax	Property Tax
Individual share	Personal Income Tax Sales Tax Excise Taxes	Property Tax

Also, over time, increasing the employment base contributes to an increase in other jobs peripheral to the original increase. The costs due to the tax credit would be incurred by the state prior to any collections resulting from economic growth.

Source: Insurance Department  
FILED MARCH 12, 1985

(LSB 2764H, CMG)  
BY DENNIS PROUTY, FISCAL DIRECTOR

HOUSE FILE 570

H-3360

1 Amend House File 570 as follows:  
2 1. Page 1, by inserting after line 34, the following:  
3 "Sec. \_\_\_\_ . Section 514.15, Code 1985, is amended to  
4 read as follows:  
5 "514.15 Nonexempt from taxation--rate of tax on  
6 contracts.  
7 Every corporation organized under the provisions of  
8 this chapter is hereby declared to be a charitable  
9 and benevolent institution but its property and funds,  
10 including subscribers' contracts, shall not be exempt  
11 from taxation. ~~The tax on subscriber contracts shall~~  
12 ~~be at the rate of fifteen cents for each subscriber~~  
13 ~~contract issued in the preceding calendar year and~~  
14 ~~shall be paid to the commissioner of insurance at the~~  
15 ~~time of filing of each corporation's annual statement.~~  
16 For purposes of this section, the term "subscriber  
17 contract" shall mean only those benefit contracts  
18 issued or delivered in Iowa by corporations subject to  
19 this chapter, including certificates issued under  
20 such contracts, and which provide coverage to residents  
21 of Iowa on a risk basis."

H-3360 FILED MARCH 15, 1985 BY HALVORSON of Clayton  
ADOPTED (of 235)

HOUSE FILE 570

H-3339

1 Amend House File 570 as follows:

- 2 1. Page 1, line 11, by inserting after the word  
3 "Iowa" the following: "with fifty or more employees,  
4 exclusive of licensed agents".

H-3339 FILED MARCH 13, 1985 BY BRAMMER of Linn

*Adopted & amended by 3359 2/15 (p. 833)*

HOUSE FILE 570

H-3355

1 Amend House File 570 as follows:

- 2 1. Page 1, by inserting after line 14 the  
3 following:  
4 "NEW SUBSECTION. 6. Notwithstanding subsections 1  
5 and 2 and in lieu of the premium tax provided in those  
6 sections, after the first five years of existence of a  
7 health maintenance organization established under  
8 chapter 514B, one percent of the gross amount of  
9 premiums received as provided in section 514B.31."  
10 2. Page 1, line 15, by striking the figure "6"  
11 and inserting the figure "7".  
12 3. Page 1, line 33, by striking the word and  
13 figure "and 6" and inserting the following: "6, and  
14 7".  
15 4. Renumber as necessary.

BY BRAMMER of Linn

FEY of Scott

ARNOULD of Scott

H-3355 FILED MARCH 14, 1985

HALVORSON of Clayton

*Adopted 2/15 (p. 834)*

HOUSE FILE 570

H-3357

1 Amend House File 570 as follows:

- 2 1. Page 1, by inserting after line 23 the  
3 following:  
4 "Sec. \_\_\_\_\_. A company currently operating and  
5 organized pursuant to chapter 514 may convert to an  
6 insurance company operating under the laws of this  
7 state. Such conversion shall be completed by July 1,  
8 1986.  
9 Sec. \_\_\_\_\_. Chapter 514, Code 1985, is repealed  
10 effective July 1, 1986."  
11 2. Page 1, by striking lines 24 through 34.

H-3357 FILED MARCH 14, 1985 BY ZIMMERMAN of Dallas

*H/D 2/15 (p. 834)*

HOUSE FILE 570

H-3359

1 Amend amendment H-3339 to House File 570 as follows:

- 2 1. Page 1, by adding after line 4 the following:  
3 "\_\_\_\_\_. Page 1, line 30, by inserting after the word  
4 "contracts" the following: "covering residents in this  
5 state".

H-3359 FILED MARCH 15, 1985 BY BRAMMER of Linn

ADOPTED (p. 833)

See Mr. ... 4/1/85

House File 570

WAYS & MEANS: Husak, Chair; Rodgers and Holt

Amend (4009) & Do Pass 4/25 (p. 1677)

HOUSE FILE 570

BY COMMITTEE ON WAYS AND MEANS

(As Amended and Passed by the House March 28, 1985)

Re Passed House, Date See Below Passed Senate, Date 4-29-85 (p. 176c)

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes 23 Nays 22

Approved May 31, 1985

*motion to reconsider (p. 177) provided 4-30*

*Repassed Senate 4-30-85 (p. 180c) 29-19*

### A BILL FOR

1 An Act relating to the premium tax on insurance companies and  
2 associations and mutual service corporations operating  
3 under chapter 514 domiciled or doing business in the state.

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

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*Conference Committee appointed 5-2-85*

*On the part of the Senate: Palmer (Chair), Bruner, Gronstal, Holden-Holt (p. 190)*  
*House: Brammer (Chair), Parker, Swartz, Hummel, Halverson (2165)*

House Amendments \_\_\_\_\_

Passed Conference Committee Report

House 5-3-85 (p. 2073)  
53-43

Senate 5-4-85 (p. 1978)  
30-18

1 Section 1. Section 432.1, Code 1985, is amended by adding  
2 the following new subsections:

3 NEW SUBSECTION. 5. Notwithstanding subsections 1 and 2  
4 and in lieu of the premium tax provided in those sections, one  
5 percent of the gross amount of premiums received during the  
6 preceding calendar year, after deducting the amounts returned  
7 to policyholders upon canceled policies, certificates and  
8 rejected applications, by any of the following companies or  
9 associations on contracts of accident and health insurance for  
10 business done in this state:

11 a. A company or association domiciled in Iowa with fifty  
12 or more employees, exclusive of licensed agents.

13 b. A foreign company or association doing business in the  
14 state with operations in the state with fifty or more  
15 employees, exclusive of licensed agents.

16 NEW SUBSECTION. 6. Notwithstanding subsections 1 and 2  
17 and in lieu of the premium tax provided in those sections,  
18 after the first five years of existence of a health  
19 maintenance organization established under chapter 514B, one  
20 percent of the gross amount of premiums received as provided  
21 in section 514B.31.

22 NEW SUBSECTION. 7. A company or association domiciled or  
23 doing business in this state shall receive a one thousand  
24 dollar credit on any tax due under this section or section  
25 432.2 for each additional employee, exclusive of licensed  
26 agents, that is added to the company's or association's  
27 payroll in the state for the year in which the employee is  
28 added if the company or association employs fifty or more  
29 people, exclusive of licensed agents, but including the  
30 additional employee, in this state.

31 Sec. 2. NEW SECTION. 432.2 MUTUAL SERVICE CORPORATIONS.

32 A hospital service corporation, medical service corpora-  
33 tion, pharmaceutical service corporation, optometric service  
34 corporation and any other service corporation operating under  
35 chapter 514 shall pay to the director of revenue an amount

1 equal to one percent of the gross amount of payments received  
2 during the preceding calendar year for subscriber contracts  
3 covering residents in this state after deducting the amounts  
4 returned to subscribers upon canceled subscriber contracts and  
5 rejected applications. Section 432.1, subsections 3, 4, 6,  
6 and 7 apply to the tax imposed by this section.

7 Sec. 3. Section 514.15, Code 1985, is amended to read as  
8 follows:

9 514.15 Nonexempt from taxation--rate of tax on contracts.

10 Every corporation organized under the provisions of this  
11 chapter is hereby declared to be a charitable and benevolent  
12 institution but its property and funds, including subscribers'  
13 contracts, shall not be exempt from taxation. ~~The tax on~~  
14 ~~subscriber contracts shall be at the rate of fifteen cents for~~  
15 ~~each subscriber contract issued in the preceding calendar year~~  
16 ~~and shall be paid to the commissioner of insurance at the time~~  
17 ~~of filing of each corporation's annual statement.~~ For  
18 purposes of this section, the term "subscriber contract" shall  
19 mean only those benefit contracts issued or delivered in Iowa  
20 by corporations subject to this chapter, including  
21 certificates issued under such contracts, and which provide  
22 coverage to residents of Iowa on a risk basis.

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HOUSE FILE 570  
AS PASSED BY THE HOUSE  
FISCAL NOTE

REQUESTED BY REPRESENTATIVE STROMER

In compliance with a written request received April 29, 1985, a fiscal note for HOUSE FILE 570 AS PASSED BY HOUSE is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note are available from the Legislative Fiscal Bureau to members of the Legislature upon request.

HOUSE FILE 570 reduces the insurance premium tax from two percent to one percent on accident and health premiums for companies that employ fifty people (exclusive of licensed agents) in the state. This one percent premium tax is additionally imposed on contract payments received by a mutual service corporation operating under Chapter 514, which includes Blue Cross/Blue Shield.

The bill further provides for a \$1,000 premium tax credit for each additional employee added to the payroll in the state, exclusive of licensed agents, if the company employs at least 50 people in the state. The credit is applicable for the year in which the employee is added.

FISCAL EFFECT: While House File 570 will reduce the insurance premium taxes collected due to reducing the rate by 50 percent for accident and health premiums, the increase resulting from broadening the base to include mutual service corporations (Blue Cross/Blue Shield) offsets the decline. There will be approximately \$400,000 increased in revenues to the general fund.

An exact estimate of the impact concerning the section of House File 570 which provides a new jobs credit for insurance companies employing at least 50 persons cannot be provided. While a decline in premium taxes would result if new jobs were created, subsequent increased economic activity due to these new jobs would result in increases to state tax collections in the following areas:

	<u>State Revenues</u>	<u>Local Revenues</u>
Business share	Insurance Premium Tax	Property Tax
Individual share	Personal Income Tax Sales Tax Excise Taxes	Property Tax

Also, over time, increasing the employment base contributes to an increase in other jobs peripheral to the original increase. The costs due to the tax credit would be incurred by the state prior to any collections resulting from economic growth.

Source: Insurance Department

(LSB 2764H.3, CMG)

FILED APRIL 29, 1985

BY DENNIS PROUTY, FISCAL DIRECTOR

1 Amend House File 570 as amended, passed, and  
2 reprinted by the House as follows:

3 1. Page 1, by striking lines 1 through 30.

4 2. Page 1, line 32, by striking the word "A" and  
5 inserting the following: "Notwithstanding section  
6 432.1, a".

7 3. Page 1, line 35, by inserting after the word  
8 "pay" the following: "as taxes".

9 4. Page 2, line 1, by striking the word "one" and  
10 inserting the following: "two".

11 5. Page 2, by striking lines 5 and 6 and  
12 inserting the following: "rejected applications.  
13 Section 432.1, subsections 3 and 4, apply to the tax  
14 imposed by this section."

15 6. Page 2, by inserting after line 6 the  
16 following:

17 "Sec. 101. NEW SECTION. 432.5 EXEMPTION.

18 The tax imposed by this chapter shall not be  
19 payable with respect to premiums or other payments  
20 received by domestic or foreign insurance companies,  
21 hospital services corporations, medical service  
22 corporations, pharmaceutical service corporations,  
23 optometric service corporations, and any other service  
24 corporations operating under chapter 514 or health  
25 maintenance organizations with respect to accident and  
26 health insurance or hospital or medical services or  
27 health care services provided or furnished to  
28 residents of this state who have attained the age of  
29 sixty-five years."

30 7. Page 2, by inserting after line 22 the  
31 following:

32 "Sec. 102. NEW SECTION. 514.23 MUTUALIZATION  
33 PLAN.

34 A corporation organized and governed by this  
35 chapter may become a mutual insurer under a plan which  
36 is approved by the commissioner of insurance as being  
37 in compliance with this section. The commissioner  
38 shall approve a plan for mutualization if all of the  
39 following conditions are met:

40 1. The plan provides for the protection of all  
41 existing contractual rights of the service plan  
42 subscribers to health care services or claims for  
43 reimbursement, and provides for the mutualizing  
44 insurer to assume, without reincorporation, all assets  
45 and liabilities of the preceding health care service  
46 corporation.

47 2. The plan is subject to approval by the  
48 corporation in accordance with the procedures  
49 specified in its articles of incorporation and bylaws  
50 for the amendment of the articles.

S-4009 page 2

1 3. The mutualization will leave the insurer with  
2 surplus funds reasonably adequate for the security of  
3 its policyholders.

4 Notwithstanding section 515.1, the mutualizing  
5 insurer shall continue to be organized under chapter  
6 504A.

7 This section governs the mutualizing insurer in  
8 lieu of law governing the procedures for establishing  
9 a new mutual insurer.

10 An insurer mutualized in accordance with this  
11 section may contract with health care services  
12 providers under the provisions of chapter 504A and  
13 offer different levels of benefits to policyholders  
14 based upon the provider contracts."

15 8. Page 2, by inserting after line 22 the  
16 following:

17 "Sec. 103. For each fiscal year beginning July 1,  
18 1985, a sum equal to one third of the premium taxes  
19 paid under chapter 432 on premiums and payments on  
20 individual and group accident and health insurance  
21 policies and certificates and individual and group  
22 subscriber contracts under chapter 514 shall be set  
23 aside in a separate account within the general fund  
24 and reserved solely for the purposes of implementing  
25 the programs to be studied as provided in section 104  
26 of this Act. The balance of the account shall be  
27 considered part of the balance of the general fund of  
28 the state except for purposes of determining the  
29 annual inflation factor under section 422.4,  
30 subsection 17. The funds within the account shall not  
31 be expended except as otherwise provided by the  
32 general assembly.

33 Sec. 104. The legislative council shall create a  
34 study committee composed of members of the senate  
35 committee on commerce and the house committee on small  
36 business and commerce representing both political  
37 parties, citizen members from the insurance industry  
38 having expertise in insurance matters, and such other  
39 persons as may be deemed appropriate. The committee  
40 shall study the manner in which states presently  
41 administer guaranty fund laws which provide for the  
42 indemnification of losses of policyholders of  
43 insolvent life and health insurance companies as well  
44 as the manner in which states administer risk-sharing  
45 pools which provide accident and health insurance to  
46 persons who are uninsurable. The study committee  
47 shall review the funding mechanisms of such laws and  
48 develop recommendations which specifically address the  
49 manner in which the funds deposited in the general  
50 fund pursuant to section 103 of this Act shall be used

1 and administered. Included within the study shall be  
2 considerations relating to the administration of the  
3 cash flow and funding of the insurance programs,  
4 including the collection and deposit of funds,  
5 assessments, creation of a permanent state funding  
6 mechanism, granting of credits which recognize  
7 expenditures to finance guaranty fund and risk-sharing  
8 pools, and such other considerations as may assist in  
9 providing adequate and protective insurance for the  
10 public.

11 The results of the study accompanied by bill drafts  
12 designed to carry out recommendations of the  
13 committee, shall be submitted to the legislative  
14 council, the senate committee on commerce, the house  
15 committee on small business and commerce, and to the  
16 members of the general assembly prior to convening of  
17 the second session of the Seventy-first General  
18 Assembly."

19 9. Title page, by striking lines 1 through 3 and  
20 inserting the following: "An Act relating to health  
21 coverages."

22 10. Renumber as necessary.

S-4009 Filed April 25, 1985

By COMMITTEE ON WAYS & MEANS

*Adopted as amended by 4104, 4134  
4/29/85 (j. 7766)  
Reconsidered, further amended by 4144,  
Adopted 4/30 (j. 1802)*

SENATE 36--APRIL 30, 1985

STATE OF IOWA

FISCAL NOTE

LSB No. 2764H.2

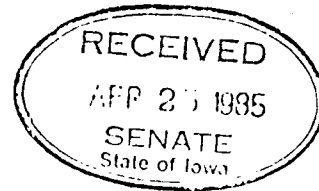
Staff ID. CMG

In compliance with a written request received April 25, 1985, a fiscal note for AMENDMENT S-4009 TO HOUSE FILE 570 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note are available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Amendment S-4009 to House File 570 imposes the two percent premium tax on mutual service corporations operating under Chapter 514 (which includes Blue Cross/Blue Shield). The amendment also exempts from the two percent tax premiums received by insurance companies for health and accident insurance or hospital or medical services provided or furnished to Iowa residents who are sixty-five years or older. The amendment also provides that 1/3 of the taxes paid on accident and health insurance policies shall be set aside in a separate account within the general fund and reserved solely for the purposes of implementing recommendations of a study committee; this committee shall study guaranty fund laws and risk-sharing pools for uninsurables.

The amendment also contains language pertaining to how a corporate insurer may become a mutual insurer.

FISCAL EFFECT: It is estimated that imposing the two percent premium tax on Blue Cross/Blue Shield will increase revenues to the general fund by \$11 million annually. Exempting from the tax premiums paid by Iowans who have reached sixty-five will reduce revenues \$6 million annually. It is estimated that all \$5 million of the net increased revenue will be set aside for implementing recommendations of the study committee. Source: Insurance Department (LSB 2764H.2, C1.1G)



*Dennis C. Priddy*  
Fiscal Director  
Legislative Fiscal Bureau  
Date: 4/25/85

1 Amend amendment S-4009 to House File 570 as  
2 amended, passed, and reprinted by the House as  
3 follows:

4 1. Page 1, by inserting after line 29 the  
5 following:

6 "\_\_\_\_\_. Page 2, by inserting after line 6 the  
7 following:

8 "Sec. \_\_\_\_\_. Section 508.29, Code 1985, is amended  
9 to read as follows:

10 508.29 AUTHORITY TO WRITE OTHER INSURANCE.

11 Any life insurance company organized on the stock  
12 or mutual plan and authorized by its charter or  
13 articles of incorporation so to do, may in addition to  
14 such life insurance, insure, either individually or on  
15 the group plan, the health of persons and against  
16 personal injuries, disablement or death, resulting  
17 from traveling or general accidents by land or water,  
18 and insure employers against loss in consequence of  
19 accidents or casualties of any kind to employees or  
20 other persons, or to property resulting from any act  
21 of the employee or any accident or casualty to persons  
22 or property, or both, occurring in or connected with  
23 the transaction of their business, or from the  
24 operation of any machinery connected therewith, but  
25 nothing herein contained shall be construed to  
26 authorize any life insurance company to insure against  
27 loss or injury to person, or property, or both,  
28 growing out of explosion or rupture of steam boilers.  
29 An insurer may contract with health care service  
30 providers and offer different levels of benefits to  
31 policyholders based upon the provider contracts."

32 2. By striking page 1, line 36 through page 2,  
33 line 14 and inserting the following: "is approved by  
34 the commissioner of insurance. Upon consummation of  
35 the plan, the corporation shall thereafter fully  
36 comply with the requirements of the law that apply to  
37 a mutual insurance company."

38 3. Page 2, by inserting before line 15 the  
39 following:

40 "\_\_\_\_\_. Page 2, by inserting after line 22 the  
41 following:

42 "Sec. \_\_\_\_\_. Section 515.1, Code 1985, is amended to  
43 read as follows:

44 515.1 INCORPORATION.

45 Corporations formed for the purpose of insurance,  
46 other than life insurance, shall be governed by the  
47 provisions of chapter 491 or chapter 504A, except as  
48 modified by the provisions of this chapter.

49 Sec. \_\_\_\_\_. Section 515.48, subsection 5, paragraph  
50 1, Code 1985, is amended to read as follows:

S-4134 page 2

1 a. Insure any person, his the person's family or  
2 dependents, against bodily injury or death by  
3 accident, or against disability on account of  
4 sickness, or accident, including the granting of  
5 hospital, medical, surgical and sick care benefits,  
6 but such benefits shall not include the furnishing or  
7 replacing in kind of whole human blood or blood  
8 products of any kind; however, this provision shall  
9 not prohibit payments of indemnity for human blood or  
10 blood products. An insurer may contract with health  
11 care services providers and offer different levels of  
12 benefits to policyholders based upon the provider  
13 contracts."

14 4. Page 3, line 8, by inserting after the word  
15 "pools," the following: "granting of credits which  
16 recognize losses attributable to providing  
17 comprehensive health coverage to the unemployed or  
18 uninsurable public,"

19 5., Renumber as necessary.

S-4134 Filed April 29, 1985

By PALMER

*Adopted 4/29 (p. 1765)*

S-4104

HOUSE FILE 570

1 Amend Senate amendment, S-4009, to House File 570  
2 as amended, passed, and reprinted by the House, as  
3 follows:  
4 1. Page 1, by striking lines 25 through 29 and  
5 inserting the following: "maintenance organizations  
6 with respect to medicare supplement health insurance  
7 policies. As used in this section, "medicare  
8 supplement health insurance policy" means a policy  
9 which provides reasonably comprehensive payments of  
10 medicare deductibles and co-insurance and which has a  
11 creditable, anticipated loss ratio of at least  
12 seventy-five percent, as filed with and approved by  
13 the commissioner of insurance."

S-4104 Filed April 29, 1985

By BRUNER

*Adopted 4/29/85 (p. 1765)*

1 Amend amendment S-4009 to House File 570 as  
2 amended, passed, and reprinted by the House as  
3 follows:  
4 1. Page 2, by inserting before line 15 the  
5 following:  
6 "\_\_\_\_\_. At least seventy-five percent of the initial  
7 board of directors of the mutual insurer so formed  
8 shall be policyholders who are also nonproviders of  
9 health care. All directors comprising this initial  
10 board of directors shall be selected by an independent  
11 committee appointed by the state commissioner of  
12 insurance. This independent committee shall consist  
13 of seven to eleven persons who are current  
14 policyholders, who are nonproviders of health care,  
15 and who are not directors of any corporation subject  
16 to this chapter. For purposes of this subsection, a  
17 "nonprovider of health care" is an individual who is  
18 not any of the following:  
19 a. A "provider" as defined in section 514B.1,  
20 subsection 5.  
21 b. A person who has material financial or  
22 fiduciary interest in the delivery of health care  
23 services or a related industry.  
24 c. An employee of an institution which provides  
25 health care services.  
26 d. A spouse or a member of the immediate family of  
27 a person described in paragraphs "a" through "c."

S-4144 Filed April 30, 1985

By PRIEBE, CARR & TIEDEN

*Adopted 4/30/85 (p 1802)*

1 Amend amendment S-4009 to House File 570 as  
2 amended, passed, and reprinted by the House as  
3 follows:

4 1. Page 1, by striking lines 38 and 39 and  
5 inserting the following: "shall develop  
6 administrative rules for mutualization addressing all  
7 of the following conditions:".

8 2. Page 2, by inserting after line 3 the  
9 following:

10 " \_\_\_\_\_. At least seventy-five percent of the initial  
11 board of directors of the mutual insurer so formed  
12 shall be policyholders who are also nonproviders of  
13 health care. All directors comprising this initial  
14 board of directors shall be selected by an independent  
15 committee appointed by the state commissioner of  
16 insurance. This independent committee shall consist  
17 of seven to eleven persons who are current  
18 policyholders, who are nonproviders of health care,  
19 and who are not directors of any corporation subject  
20 to this chapter. For purposes of this subsection, a  
21 "nonprovider of health care" is an individual who is  
22 not any of the following:

23 a. A "provider" as defined in section 514B.1,  
24 subsection 5.

25 b. A person who has material financial or  
26 fiduciary interest in the delivery of health care  
27 services or a related industry.

28 c. An employee of an institution which provides  
29 health care services.

30 d. A spouse or a member of the immediate family of  
31 a person described in paragraphs "a" through "c"."

S-4108 Filed April 29, 1985

v/l 4/29 (p 1765)

By PRIEBE, HUTCHINS, CARR,  
HOLDEN, TIEDEN & WALDSTEIN

H-4175

Page Three

1 a, Code 1985, is amended to read as follows:

2 a. Insure any person, his the person's family or  
3 dependents, against bodily injury or death by  
4 accident, or against disability on account of  
5 sickness, or accident, including the granting of  
6 hospital, medical, surgical and sick care benefits,  
7 but such benefits shall not include the furnishing or  
8 replacing in kind of whole human blood or blood  
9 products of any kind; however, this provision shall  
10 not prohibit payments of indemnity for human blood or  
11 blood products. An insurer may contract with health  
12 care services providers and offer different levels of  
13 benefits to policyholders based upon the provider  
14 contracts."

15 10. Page 2, by inserting after line 22 the  
16 following:

17 "Sec. 103. For each fiscal year beginning July 1,  
18 1985, a sum equal to one third of the premium taxes  
19 paid under chapter 432 on premiums and payments on  
20 individual and group accident and health insurance  
21 policies and certificates and individual and group  
22 subscriber contracts under chapter 514 shall be set  
23 aside in a separate account within the general fund  
24 and reserved solely for the purposes of implementing  
25 the programs to be studied as provided in section 104  
26 of this Act. The balance of the account shall be  
27 considered part of the balance of the general fund of  
28 the state except for purposes of determining the  
29 annual inflation factor under section 422.4,  
30 subsection 17. The funds within the account shall not  
31 be expended except as otherwise provided by the  
32 general assembly.

33 Sec. 104. The legislative council shall create a  
34 study committee composed of members of the senate  
35 committee on commerce and the house committee on small  
36 business and commerce representing both political  
37 parties, citizen members from the insurance industry  
38 having expertise in insurance matters, and such other  
39 persons as may be deemed appropriate. The committee  
40 shall study the manner in which states presently  
41 administer guaranty fund laws which provide for the  
42 indemnification of losses of policyholders of  
43 insolvent life and health insurance companies as well  
44 as the manner in which states administer risk-sharing  
45 pools which provide accident and health insurance to  
46 persons who are uninsurable. The study committee  
47 shall review the funding mechanisms of such laws and  
48 develop recommendations which specifically address the  
49 manner in which the funds deposited in the general  
50 fund pursuant to section 103 of this Act shall be used

H-4175

Page Four

1 and administered. Included within the study shall be  
2 considerations relating to the administration of the  
3 cash flow and funding of the insurance programs,  
4 including the collection and deposit of funds,  
5 assessments, creation of a permanent state funding  
6 mechanism, granting of credits which recognize  
7 expenditures to finance guaranty fund and risk-sharing  
8 pools, granting of credits which recognize losses  
9 attributable to providing comprehensive health  
10 coverage to the unemployed or uninsurable public, and  
11 such other considerations as may assist in providing  
12 adequate and protective insurance for the public.

13 The results of the study accompanied by bill drafts  
14 designed to carry out recommendations of the  
15 committee, shall be submitted to the legislative  
16 council, the senate committee on commerce, the house  
17 committee on small business and commerce, and to the  
18 members of the general assembly prior to convening of  
19 the second session of the Seventy-first General  
20 Assembly."

21 11. Title page, by striking lines 1 through 3 and  
22 inserting the following: "An Act relating to health  
23 coverages."

24 12. Renumber as necessary.

H-4175 FILED APRIL 30, 1985

RECEIVED FROM THE SENATE

*House refused to convene 5/2/85 (J 2158)  
Senate insisted 5/2 (J 1896)*

## SENATE AMENDMENT TO HOUSE FILE 570

H-4175

- 1 Amend House File 570 as amended, passed, and  
2 reprinted by the House as follows:
- 3 1. Page 1, by striking lines 1 through 30.  
4 2. Page 1, line 32, by striking the word "A" and  
5 inserting the following: "Notwithstanding section  
6 432.1, a".  
7 3. Page 1, line 35, by inserting after the word  
8 "pay" the following: "as taxes".  
9 4. Page 2, line 1, by striking the word "one" and  
10 inserting the following: "two".  
11 5. Page 2, by striking lines 5 and 6 and  
12 inserting the following: "rejected applications.  
13 Section 432.1, subsections 3 and 4, apply to the tax  
14 imposed by this section."  
15 6. Page 2, by inserting after line 6 the  
16 following:  
17 "Sec. 101. NEW SECTION. 432.5 EXEMPTION.  
18 The tax imposed by this chapter shall not be  
19 payable with respect to premiums or other payments  
20 received by domestic or foreign insurance companies,  
21 hospital services corporations, medical service  
22 corporations, pharmaceutical service corporations,  
23 optometric service corporations, and any other service  
24 corporations operating under chapter 514 or health  
25 maintenance organizations with respect to medicare  
26 supplement health insurance policies. As used in this  
27 section, "medicare supplement health insurance policy"  
28 means a policy which provides reasonably comprehensive  
29 payments of medicare deductibles and co-insurance and  
30 which has a creditable, anticipated loss ratio of at  
31 least seventy-five percent, as filed with and approved  
32 by the commissioner of insurance."  
33 7. Page 2, by inserting after line 6 the  
34 following:  
35 "Sec. \_\_\_\_\_. Section 508.29, Code 1985, is amended  
36 to read as follows:  
37 508.29 AUTHORITY TO WRITE OTHER INSURANCE.  
38 Any life insurance company organized on the stock  
39 or mutual plan and authorized by its charter or  
40 articles of incorporation so to do, may in addition to  
41 such life insurance, insure, either individually or on  
42 the group plan, the health of persons and against  
43 personal injuries, disablement or death, resulting  
44 from traveling or general accidents by land or water,  
45 and insure employers against loss in consequence of  
46 accidents or casualties of any kind to employees or  
47 other persons, or to property resulting from any act  
48 of the employee or any accident or casualty to persons  
49 or property, or both, occurring in or connected with  
50 the transaction of their business, or from the

H-4175

Page Two

1 operation of any machinery connected therewith, but  
2 nothing herein contained shall be construed to  
3 authorize any life insurance company to insure against  
4 loss or injury to person, or property, or both,  
5 growing out of explosion or rupture of steam boilers.

6 An insurer may contract with health care service  
7 providers and offer different levels of benefits to  
8 policyholders based upon the provider contracts."

9 8. Page 2, by inserting after line 22 the  
10 following:

11 "Sec. 102. NEW SECTION. 514.23 MUTUALIZATION  
12 PLAN.

13 A corporation organized and governed by this  
14 chapter may become a mutual insurer under a plan which  
15 is approved by the commissioner of insurance. Upon  
16 consummation of the plan, the corporation shall  
17 thereafter fully comply with the requirements of the  
18 law that apply to a mutual insurance company."

19 1. At least seventy-five percent of the initial  
20 board of directors of the mutual insurer so formed  
21 shall be policyholders who are also nonproviders of  
22 health care. All directors comprising this initial  
23 board of directors shall be selected by an independent  
24 committee appointed by the state commissioner of  
25 insurance. This independent committee shall consist  
26 of seven to eleven persons who are current  
27 policyholders, who are nonproviders of health care,  
28 and who are not directors of any corporation subject  
29 to this chapter. For purposes of this subsection, a  
30 "nonprovider of health care" is an individual who is  
31 not any of the following:

32 a. A "provider" as defined in section 514B.1,  
33 subsection 5.

34 b. A person who has material financial or  
35 fiduciary interest in the delivery of health care  
36 services or a related industry.

37 c. An employee of an institution which provides  
38 health care services.

39 d. A spouse or a member of the immediate family of  
40 a person described in paragraphs "a" through "c".

41 9. Page 2, by inserting after line 22 the  
42 following:

43 "Sec. \_\_\_\_ . Section 515.1, Code 1985, is amended to  
44 read as follows:

45 515.1 INCORPORATION.

46 Corporations formed for the purpose of insurance,  
47 other than life insurance, shall be governed by the  
48 provisions of chapter 491 or chapter 504A, except as  
49 modified by the provisions of this chapter.

50 Sec. \_\_\_\_ . Section 515.48, subsection 5, paragraph

PAGE FOURTEEN, MAY 4, 1985 HOUSE CLIP SHEET  
REPORT OF THE CONFERENCE COMMITTEE ON  
HOUSE FILE 570

To the Speaker of the House of Representatives and the President of the Senate:

We, the undersigned members of the conference committee appointed to resolve the differences between the Senate and the House of Representatives on House File 570, a bill for an Act relating to the premium tax on insurance companies and associations and mutual service corporations operating under chapter 514 domiciled or doing business in the state, respectfully make the following report:

1. Amend the Senate amendment H-4175 to House File 570 as amended, passed and reprinted by the House as follows:

1. Page 1, by striking lines 15 through 32.

2. Page 2, by striking lines 13 through 19 and inserting the following:

"A corporation organized and governed by this chapter may become a mutual insurer under a plan which is approved by the commissioner of insurance. The plan shall state whether the insurer will be organized as a for-profit corporation pursuant to chapter 491 or 496A or a nonprofit corporation pursuant to chapter 504A. Upon consummation of the plan, the corporation shall thereafter fully comply with the requirements of the law that apply to a mutual insurance company. If the insurer is to be organized under chapter 504A, then at least seventy-five percent of the initial".

3. Page 3, by inserting after line 16 the following:

"Sec. 201. There is appropriated to the department of human services for the fiscal year commencing July 1, 1985, and ending June 30, 1986, three million (3,000,000) dollars, or so much thereof as is necessary, to provide for extension and operation of the medically needy program under the medical assistance program to supplemental security income-related groups. This appropriation is in addition to other funds provided to the department, and shall be matched with available federal funds."

4. Page 3, by striking lines 18 through 19 and inserting the following: "1985, except for the amount appropriated in section 201 of this Act, the entire increase, as determined by the commissioner of insurance and certified to the comptroller of state, or taxes paid under chapter 432 on premiums and payments on".

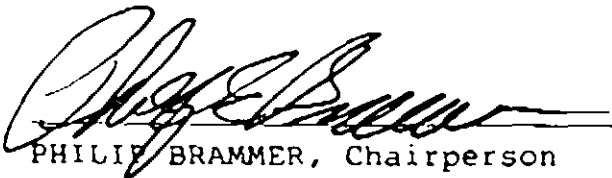
5. Page 4, line 10, by inserting after the word "public" the following: "or individuals whose group health coverage is terminated because membership in the group is terminated".


6. Page 4, line 23, by inserting after the word "coverages" the following: "and mutual service corporations operating under chapter 514 including the taxation thereof and establishing procedures for the mutualization thereof and the authority of insurance companies, making an appropriation for the extension of the medically needy program, and providing for a study".

7. Renumber as necessary.

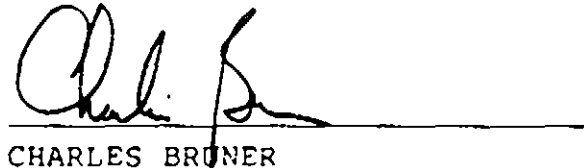
*House adopted 5-3-85 (p 2273)*  
ON THE PART OF THE HOUSE:

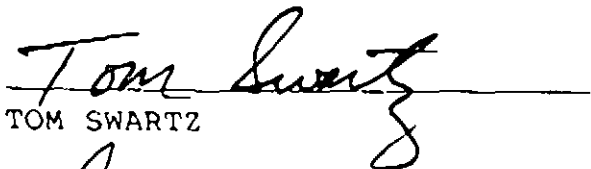
*Senate adopted 5-4 (p 1778)*  
ON THE PART OF THE SENATE:

  
PHILIP BRAMMER, Chairperson

  
WILLIAM PALMER, Chairperson

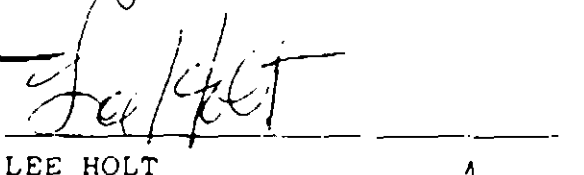
  
EDWARD PARKER

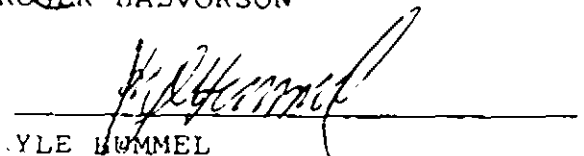
  
CHARLES BRUNER

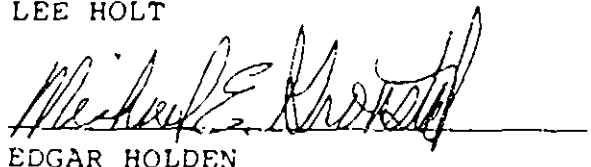
  
TOM SWARTZ

  
MICHAEL GRONSTAL

  
ROGER HALVORSON

  
LEE HOLT

  
KYLE HUMMEL

  
EDGAR HOLDEN

NSB 298

SPONSOR'S COPY

WAYS AND MEANS

FILE

new  
FFS 70

HOUSE FILE \_\_\_\_\_

Study Bill 298

BY BRAMMER and HALVORSON  
of Clayton

Ways and Means: Brammer, Chair: Parker and Siegrist.

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

## A BILL FOR

1 An Act relating to the premium tax on insurance companies and  
 2 associations and mutual service corporations operating  
 3 under chapter 514 domiciled or doing business in the state.  
 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 432.1, Code 1985, is amended by adding  
2 the following new subsections:

3 NEW SUBSECTION. 5. Notwithstanding subsections 1 and 2  
4 and in lieu of the premium tax provided in those sections, one  
5 percent of the gross amount of premiums, assessments, and fees  
6 received during the preceding calendar year, after deducting  
7 the amounts returned to policyholders upon canceled policies,  
8 certificates and rejected applications, by any of the  
9 following companies or associations on contracts of accident  
10 and health insurance for business done in this state:

11 a. A company or association domiciled in Iowa.

12 b. A foreign company or association doing business in the  
13 state with operations in the state with fifty or more  
14 employees, exclusive of licensed agents.

15 NEW SUBSECTION. 6. A company or association domiciled or  
16 doing business in this state shall receive a one thousand  
17 dollar credit on any tax due under this section or section  
18 432.2 for each additional employee, exclusive of licensed  
19 agents, that is added to the company's or association's  
20 payroll in the state for the year in which the employee is  
21 added if the company or association employs fifty or more  
22 people, exclusive of licensed agents, but including the  
23 additional employee, in this state.

24 Sec. 2. NEW SECTION. 432.2 MUTUAL SERVICE CORPORATIONS.

25 A hospital service corporation, medical service corpora-  
26 tion, pharmaceutical service corporation, optometric service  
27 corporation and any other service corporation operating under  
28 chapter 514 shall pay to the director of revenue an amount  
29 equal to one percent of the gross amount of payments received  
30 during the preceding calendar year for subscriber contracts  
31 after deducting the amounts returned to subscribers upon  
32 canceled subscriber contracts and rejected applications.

33 Section 432.1, subsections 3, 4, and 6 apply to the tax  
34 imposed by this section.

35

EXPLANATION

1 This bill levies a one percent premium tax rather than two  
2 percent on accident and health insurance premiums if the  
3 company is domiciled in Iowa, employs at least fifty people  
4 exclusive of licensed agents in the state. A similar one  
5 percent tax is levied on contract payment received by a mutual  
6 service corporation operating under chapter 514. The bill  
7 also provides for a one thousand dollar premium tax credit for  
8 each additional employee added to the payroll in the state,  
9 exclusive of licensed agents, for the year in which the  
10 employee is added if the company or association employs at  
11 least fifty people in the state.

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HOUSE FILE 570

AN ACT

RELATING TO HEALTH COVERAGES AND MUTUAL SERVICE CORPORATIONS OPERATING UNDER CHAPTER 514 INCLUDING THE TAXATION THEREOF AND ESTABLISHING PROCEDURES FOR THE MUTUALIZATION THEREOF AND THE AUTHORITY OF INSURANCE COMPANIES, MAKING AN APPROPRIATION FOR THE EXTENSION OF THE MEDICALLY NEEDY PROGRAM, AND PROVIDING FOR A STUDY.

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

Section 1. NEW SECTION. 432.2 MUTUAL SERVICE CORPORATIONS.

Notwithstanding section 432.1, a hospital service corporation, medical service corporation, pharmaceutical service corporation, optometric service corporation and any other service corporation operating under chapter 514 shall pay as taxes to the director of revenue an amount equal to two percent of the gross amount of payments received during the preceding calendar year for subscriber contracts covering residents in this state after deducting the amounts returned to subscribers upon canceled subscriber contracts and rejected applications. Section 432.1, subsections 3 and 4, apply to the tax imposed by this section.

Sec. 2. Section 508.29, Code 1985, is amended to read as follows:

508.29 AUTHORITY TO WRITE OTHER INSURANCE.

Any life insurance company organized on the stock or mutual plan and authorized by its charter or articles of incorporation so to do, may in addition to such life

insurance, insure, either individually or on the group plan, the health of persons and against personal injuries, disablement or death, resulting from traveling or general accidents by land or water, and insure employers against loss in consequence of accidents or casualties of any kind to employees or other persons, or to property resulting from any act of the employee or any accident or casualty to persons or property, or both, occurring in or connected with the transaction of their business, or from the operation of any machinery connected therewith, but nothing herein contained shall be construed to authorize any life insurance company to insure against loss or injury to person, or property, or both, growing out of explosion or rupture of steam boilers. An insurer may contract with health care service providers and offer different levels of benefits to policyholders based upon the provider contracts.

Sec. 3. Section 514.15, Code 1985, is amended to read as follows:

514.15 NONEXEMPT FROM TAXATION -- RATE OF TAX ON CONTRACTS.

Every corporation organized under the provisions of this chapter is hereby declared to be a charitable and benevolent institution but its property and funds, including subscribers' contracts, shall not be exempt from taxation. ~~The tax on subscriber contracts shall be at the rate of fifteen cents for each subscriber contract issued in the preceding calendar year and shall be paid to the commissioner of insurance at the time of filing of each corporation's annual statement.~~ For purposes of this section, the term "subscriber contract" shall mean only those benefit contracts issued or delivered in Iowa by corporations subject to this chapter, including certificates issued under such contracts, and which provide coverage to residents of Iowa on a risk basis.

Sec. 4. NEW SECTION. 514.23 MUTUALIZATION PLAN.

A corporation organized and governed by this chapter may become a mutual insurer under a plan which is approved by the commissioner of insurance. The plan shall state whether the insurer will be organized as a for-profit corporation pursuant to chapter 491 or 496A or a nonprofit corporation pursuant to chapter 504A. Upon consummation of the plan, the corporation shall thereafter fully comply with the requirements of the law that apply to a mutual insurance company. If the insurer is to be organized under chapter 504A, then at least seventy-five percent of the initial board of directors of the mutual insurer so formed shall be policyholders who are also nonproviders of health care. All directors comprising this initial board of directors shall be selected by an independent committee appointed by the state commissioner of insurance. This independent committee shall consist of seven to eleven persons who are current policyholders, who are nonproviders of health care, and who are not directors of any corporation subject to this chapter. For purposes of this subsection, a "nonprovider of health care" is an individual who is not any of the following:

- a. A "provider" as defined in section 514B.1, subsection 5.
- b. A person who has material financial or fiduciary interest in the delivery of health care services or a related industry.
- c. An employee of an institution which provides health care services.
- d. A spouse or a member of the immediate family of a person described in paragraphs "a" through "c".

Sec. 5. Section 515.1, Code 1985, is amended to read as follows:

515.1 INCORPORATION.

Corporations formed for the purpose of insurance, other than life insurance, shall be governed by the provisions of chapter 491 or chapter 504A, except as modified by the provisions of this chapter.

Sec. 6. Section 515.48, subsection 5, paragraph a, Code 1985, is amended to read as follows:

a. Insure any person, his the person's family or dependents, against bodily injury or death by accident, or against disability on account of sickness, or accident, including the granting of hospital, medical, surgical and sick care benefits, but such benefits shall not include the furnishing or replacing in kind of whole human blood or blood products of any kind; however, this provision shall not prohibit payments of indemnity for human blood or blood products. An insurer may contract with health care services providers and offer different levels of benefits to policyholders based upon the provider contracts.

Sec. 7. There is appropriated to the department of human services for the fiscal year commencing July 1, 1985, and ending June 30, 1986, three million (3,000,000) dollars, or so much thereof as is necessary, to provide for extension and operation of the medically needy program under the medical assistance program to supplemental security income-related groups. This appropriation is in addition to other funds provided to the department, and shall be matched with available federal funds.

Sec. 8. For each fiscal year beginning July 1, 1985, except for the amount appropriated in section 7 of this Act, the entire increase, as determined by the commissioner of insurance and certified to the comptroller of state, or taxes paid under chapter 432 on premiums and payments on individual and group accident and health insurance policies and certificates and individual and group subscriber contracts under chapter 514 shall be set aside in a separate account within the general fund and reserved solely for the purposes of implementing the programs to be studied as provided in section 9 of this Act. The balance of the account shall be considered part of the balance of the general fund of the state except for purposes of determining the annual inflation

factor under section 422.4, subsection 17. The funds within the account shall not be expended except as otherwise provided by the general assembly.

Sec. 9. The legislative council shall create a study committee composed of members of the senate committee on commerce and the house committee on small business and commerce representing both political parties, citizen members from the insurance industry having expertise in insurance matters, and such other persons as may be deemed appropriate. The committee shall study the manner in which states presently administer guaranty fund laws which provide for the indemnification of losses of policyholders of insolvent life and health insurance companies as well as the manner in which states administer risk-sharing pools which provide accident and health insurance to persons who are uninsurable. The study committee shall review the funding mechanisms of such laws and develop recommendations which specifically address the manner in which the funds deposited in the general fund pursuant to section 8 of this Act shall be used and administered. Included within the study shall be considerations relating to the administration of the cash flow and funding of the insurance programs, including the collection and deposit of funds, assessments, creation of a permanent state funding mechanism, granting of credits which recognize expenditures to finance guaranty fund and risk-sharing pools, granting of credits which recognize losses attributable to providing comprehensive health coverage to the unemployed or uninsurable public or individuals whose group health coverage is terminated because membership in the group is terminated, and such other considerations as may assist in providing adequate and protective insurance for the public.

The results of the study accompanied by bill drafts designed to carry out recommendations of the committee, shall be submitted to the legislative council, the senate committee on commerce, the house committee on small business and

commerce, and to the members of the general assembly prior to convening of the second session of the Seventy-first General Assembly.

---

DONALD D. AVENSON  
Speaker of the House

---

ROBERT T. ANDERSON  
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 570, Seventy-first General Assembly.

---

JOSEPH O'HERN  
Chief Clerk of the House

Approved \_\_\_\_\_, 1985

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TERRY E. BRANSTAD  
Governor