

Commerce  
D PASS 3-3-89 (p. 622)  
HOUSE SMALL BUS & COMM.  
DODERER ADO PASS/H-3875 4-5-89 (p. 1297)

FILED FEB 15 1989

SENATE FILE 218  
BY DELUHERY AND LIND

(COMPANION TO 2185H  
BY SHERZAN)

Passed Senate, Date 3-14-89 (p. 783) Passed House, Date 4-13-89 (p. 563)  
Vote: Ayes 48 Nays 1 Vote: Ayes 94 Nays 0  
Approved 5-2-89 (p. 1850)

**A BILL FOR**

- 1 An Act relating to the investments of credit unions, by
- 2 permitting investment in corporate bonds as defined by rule of
- 3 the administrator.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

**SENATE FILE 218**

**H-3875**

1 Amend Senate File 218, as passed by the Senate, as  
 2 follows:  
 3 1. Page 1, line 4, by inserting after the word  
 4 "administrator" the following: ", provided that the  
 5 administrator shall not approve investment in  
 6 corporate bonds unless the bonds are rated in the two  
 7 highest grades of corporate bonds by a nationally  
 8 accepted rating agency, including but not limited to a  
 9 rating of AAA or AA from Standard and Poors".

By COMMITTEE ON SMALL BUSINESS AND  
COMMERCE  
DODERER of Johnson, Chairperson

H-3875 FILED APRIL 6, 1989  
Adopted 4-13-89 (p. 564)

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1 Section 1. Section 533.4, subsection 5, Code 1989, is  
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. j. Corporate bonds as defined by and  
3875-4 subject to terms and conditions imposed by the administrator.

5 EXPLANATION

6 This bill grants state credit unions regulated under  
7 chapter 533 the power to invest in "corporate bonds" as  
8 defined by, and under such terms and conditions as are imposed  
9 by, the superintendent of the credit union division, of the  
10 department of commerce.

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12  
13 HOUSE AMENDMENT TO  
SENATE FILE 218

14 S-3718

15 1 Amend Senate File 218, as passed by the Senate, as  
16 2 follows:

17 3 1. Page 1, line 4, by inserting after the word  
18 4 "administrator" the following: ", provided that the  
19 5 administrator shall not approve investment in  
20 6 corporate bonds unless the bonds are rated in the two  
21 7 highest grades of corporate bonds by a nationally  
22 8 accepted rating agency, including but not limited to a  
23 9 rating of AAA or AA from Standard and Poors".

RECEIVED FROM THE HOUSE

24 S-3718 FILED APRIL 17, 1989

rating agency, including but not limited to a rating of AAA or AA from Standard and Pools.

SENATE FILE 218

AN ACT

RELATING TO THE INVESTMENTS OF CREDIT UNIONS, BY PERMITTING INVESTMENT IN CORPORATE BONDS AS DEFINED BY RULE OF THE ADMINISTRATOR.

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

Section 1. Section 533.4, subsection 5, Code 1989, is amended by adding the following new paragraph:

NEW PARAGRAPH. j. Corporate bonds as defined by and subject to terms and conditions imposed by the administrator, provided that the administrator shall not approve investment in corporate bonds unless the bonds are rated in the two highest grades of corporate bonds by a nationally accepted

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JO ANN ZIMMERMAN  
President of the Senate

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DONALD D. AVENSON  
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 218, Seventy-third General Assembly.

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JOHN P. DWYER  
Secretary of the Senate

Approved May 2, 1989

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TERRY E. BRANSTAD  
Governor