

(P.164) 2/1/96 Do Pass
S-2/8/96 Commerce
S-3/6/96 Do Pass

JAN 9 1996

COMMERCE - REGULATION

HOUSE FILE 2036
BY KREMER

Passed House, Date ^(P.266) 2/7/96 Passed Senate, ^(P.1068) Date 3/26/96
Vote: Ayes 97 Nays 0 Vote: Ayes 49 Nays 0
Approved April 2, 1996

A BILL FOR

1 An Act relating to certain telephone companies and permitting
2 their reorganization as cooperative associations.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2036

1 Section 1. Section 499.5, Code 1995, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 4. A telephone company organized as a
4 corporation under chapter 491 and qualifying pursuant to an
5 internal revenue service letter ruling under I.R.C. §
6 501(c)(12) as a nonprofit corporation entitled to distribute
7 profits in a manner similar to an association under this
8 chapter may reorganize as an association under this chapter
9 upon the affirmative vote of two-thirds of the votes cast by
10 the shares entitled to vote in an election at a meeting at
11 which a majority of all shares entitled to vote cast a vote.

12 EXPLANATION

13 This bill provides that a telephone company organized as a
14 corporation under chapter 491 and qualifying pursuant to an
15 internal revenue service letter ruling under I.R.C. § 501(c)(12)
16 as a nonprofit corporation entitled to distribute profits in a
17 manner similar to a chapter 499 corporation may reorganize as an
18 association under chapter 499 upon the affirmative vote of two-
19 thirds of the votes cast by a majority of all shares entitled to
20 vote.

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the shares entitled to vote in an election at a meeting at which a majority of all shares entitled to vote cast a vote.

RON J. CORBETT
Speaker of the House

LEONARD L. BOSWELL
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2036, Seventy-sixth General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Approved April 2, 1996

TERRY E. BRANSTAD
Governor

HOUSE FILE 2036

AN ACT

RELATING TO CERTAIN TELEPHONE COMPANIES AND PERMITTING THEIR REORGANIZATION AS COOPERATIVE ASSOCIATIONS.

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

Section 1. Section 499.5, Code 1995, is amended by adding the following new subsection:

NEW SUBSECTION. 4. A telephone company organized as a corporation under chapter 491 and qualifying pursuant to an internal revenue service letter ruling under I.R.C. § 501(c)(12) as a nonprofit corporation entitled to distribute profits in a manner similar to an association under this chapter may reorganize as an association under this chapter upon the affirmative vote of two-thirds of the votes cast by