

House Study Bill 603

Conference Committee Text

PAG LIN

1 1 Section 1. Section 511.8, subsection 8, paragraph b,
1 2 subparagraph (2), Code 1995, is amended to read as follows:
1 3 (2)

~~1 4 Fifty~~

- ~~1 5 Seventy-five~~ percent of the legal reserve in the
1 4 securities described in subsection 5 issued by other than
1 5 public utility corporations. ~~1 6 Fifty~~ percent of the legal
1 6 reserve in the securities described in subsection 5 issued by
1 7 public utility corporations.

1 8 EXPLANATION

1 9 This bill increases the percentage of the legal reserve of
1 10 a life insurance company which may be invested in certain
1 11 corporate obligations from 50 to 75 percent. Corporate
1 12 obligations to which this limitation applies include
1 13 obligations of corporations incorporated in the United States
1 14 and Canada which meet certain statutory requirements and which
1 15 are not issued by public utility corporations.

1 16 LSB 4091HC 76

1 17 mj/jj/8