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SENATE FILE 51
BY GRONSTAL

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act eliminating the prohibition on a company formed for the
2 purpose of insurance from offering title insurance or
3 insurance against loss or damage by reason of defective title.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S.F. 51

1 Section 1. Section 515.48, subsection 10, Code 1997, is
2 amended to read as follows:

3 10. Insure any additional risk not specifically included
4 within any of the foregoing classes, which is a proper subject
5 for insurance, is not prohibited by law or contrary to sound
6 public policy, and which, after public notice and hearing, is
7 specifically approved by the commissioner of insurance, ~~except~~
8 ~~title insurance or insurance against loss or damage by reason~~
9 ~~of defective title, encumbrances or otherwise.~~ When such
10 additional kind of insurance is approved by the commissioner,
11 the commissioner shall designate within which classification
12 of risks provided for in section 515.49 it shall fall.

13 EXPLANATION

14 This bill strikes language which excepts title insurance or
15 insurance against loss or damage by reason of defective title,
16 encumbrances or otherwise, from the list of risks which may be
17 insured by a company formed for the purpose of providing
18 insurance.

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