

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

A BILL FOR

1 An Act relating to the cancellation of liability insurance for
2 certain professions.

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

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HF 2369

1 Section 1. Section 519.8, Code 2003, is amended to read as
2 follows:

3 519.8 CANCELLATION OF POLICY.

4 Any certificate of membership, or policy, issued by such a
5 mutual insurance corporation may be canceled by the
6 corporation by giving thirty one hundred twenty days' written
7 notice thereof to the insured; or such cancellation may be
8 upon demand of the insured; and such cancellation, when so
9 made, either by the corporation or by the insured, shall be
10 upon a pro rata basis, and the cancellation of such
11 certificate or policy shall release the member from all other
12 future obligations to such corporation.

13 EXPLANATION

14 This bill provides that liability insurance issued by
15 certain mutual insurance corporations for certain persons
16 involved in medical professions, such as physicians and
17 surgeons, osteopathic physicians and surgeons, podiatric
18 physicians, chiropractors, pharmacists, dentists, graduate
19 nurses, and hospitals licensed under Code chapter 135B, cannot
20 be canceled by the corporation without giving 120 days'
21 written notice of the cancellation to the insured. Presently,
22 such an insured is entitled to only 30 days' written notice of
23 cancellation.

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