

SENATE FILE 2164  
BY WARNSTADT

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act to prohibit long-term care insurance policies from  
2 requiring payment of premiums exceeding the lifetime maximum  
3 benefit amount of the policy.

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

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SF 2164  
COMMERCE

1 Section 1. Section 514G.7, subsection 2, Code 2003, is  
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. e. Require the payment of premiums in an  
4 amount which, in total, exceeds the lifetime maximum benefit  
5 amount of the policy.

6 Sec. 2. TRANSITION DIRECTIVE. For any insured whose total  
7 amount of premiums paid exceeds the lifetime maximum benefit  
8 amount of the insured's long-term care insurance policy as of  
9 the effective date of this Act, the lifetime maximum benefit  
10 amount in the policy shall either be increased to at least  
11 equal the amount of total premiums paid by the insured or the  
12 difference shall be refunded to the insured.

13 EXPLANATION

14 This bill prohibits long-term care insurance policies from  
15 containing provisions which require an insured to pay premiums  
16 in an amount which, in total, exceeds the lifetime maximum  
17 benefit amount of the policy. Those policies in existence  
18 prior to the effective date of the bill which have resulted in  
19 the amount of premiums paid exceeding the amount of the  
20 lifetime maximum benefit amount shall be amended to increase  
21 the lifetime maximum benefit amount to at least equal the  
22 amount of total premiums paid by the insured or the insurer  
23 shall refund the amount of premiums paid in excess of the  
24 lifetime maximum benefit amount.

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