

# Senate File 510 - Introduced

SENATE FILE 510  
BY COMMITTEE ON COMMERCE

(SUCCESSOR TO SSB 1185)

(COMPANION TO HF 465 BY  
COMMITTEE ON COMMERCE)

## A BILL FOR

1 An Act relating to the election of directors for county and  
2 state mutual insurance associations, and including effective  
3 date provisions.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 518.7, Code 2023, is amended to read as  
2 follows:

3 **518.7 Officers and directors — election.**

4 Officers or directors shall be elected in the manner and for  
5 the length of time prescribed in the articles of incorporation.  
6 The same person shall not simultaneously hold the offices of  
7 president and secretary. A director shall be a member of the  
8 association unless otherwise approved by the commissioner.

9 Sec. 2. Section 518A.6, Code 2023, is amended to read as  
10 follows:

11 **518A.6 Officers — election.**

12 Officers or directors shall be elected in the manner and for  
13 the length of time prescribed in the articles of incorporation  
14 or bylaws. The same person shall not simultaneously hold  
15 the offices of president and secretary. A director shall be  
16 a member of the association unless otherwise approved by the  
17 commissioner.

18 Sec. 3. EFFECTIVE DATE. This Act, being deemed of immediate  
19 importance, takes effect upon enactment.

20 **EXPLANATION**

21 The inclusion of this explanation does not constitute agreement with  
22 the explanation's substance by the members of the general assembly.

23 This bill relates to the election of directors for county and  
24 state mutual insurance associations.

25 Under current law, to be elected as a director of either a  
26 county or state mutual insurance association, an individual  
27 must be a member of the county or the state mutual insurance  
28 association.

29 The bill allows the commissioner of insurance to approve the  
30 election of an individual as a director of either a county or  
31 state mutual insurance association if the individual is not a  
32 member of the county or the state mutual insurance association.

33 The bill is effective upon enactment.