

**Senate Study Bill 3083 - Introduced**

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED DEPARTMENT OF  
INSURANCE AND FINANCIAL  
SERVICES BILL)

**A BILL FOR**

1 An Act relating to reinsurance requirements for county and  
2 state mutual insurance associations.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 518.17, subsection 1, Code 2024, is  
2 amended to read as follows:

3 1. A county mutual insurance association may reinsure a  
4 part or all of its coverages written pursuant to [this chapter](#)  
5 with an association operating under [this chapter](#), or with any  
6 other association or company ~~licensed in this state~~ that is in  
7 compliance with chapter 521B and authorized to write the kinds  
8 of insurance enumerated in [section 518.11](#).

9 Sec. 2. Section 518A.44, subsection 1, Code 2024, is amended  
10 to read as follows:

11 1. A state mutual insurance association may reinsure a  
12 part or all of its coverages written pursuant to [this chapter](#)  
13 with an association operating under [this chapter](#), or with any  
14 other association or company ~~licensed in this state~~ that is in  
15 compliance with chapter 521B and authorized to write the kinds  
16 of insurance enumerated in [section 518A.1](#).

17 EXPLANATION

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

20 This bill relates to reinsurance requirements for county and  
21 state mutual insurers.

22 Under current law, a county mutual insurance association  
23 (county association) may reinsure its coverages written under  
24 Code chapter 518 with any association or company (company)  
25 licensed in the state and authorized to write insurance  
26 enumerated in Code section 518.11. A state mutual insurance  
27 association (state association) may insure its coverages  
28 written under Code chapter 518A with any company licensed in  
29 the state and authorized to write insurance enumerated in Code  
30 section 518A.1.

31 Under the bill, a county association and a state association  
32 may reinsure coverages with a company that is in compliance  
33 with Code chapter 521B, rather than one licensed in the state.