

## CHAPTER 79.

## CO-INSURANCE CLAUSES IN POLICIES OF FIRE INSURANCE COMPANIES.

H. F. 335.

AN ACT to amend section one thousand seven hundred forty-six (1746) of the code of Iowa, relating to co-insurance clauses in policies of fire insurance companies.

*Be it enacted by the General Assembly of the State of Iowa:*

SECTION 1. **Co-insurance clause authorized—limitation.** That section seventeen hundred forty-six (1746) of the code be, and the same is, hereby amended by inserting after the period following the word "stipulation" and before the word "No" in line eleven of said section the following:

"Provided, that upon the written request of any person desiring insurance, a rider providing for co-insurance may be attached to and become a part of the policy, but in no case shall such rider apply to dwellings or farm property, nor to any risk where the total value of the property to be insured is less than twenty-five thousand dollars, except as to grain elevators and grain warehouses and their contents. The request for the application of the co-insurance clause or rider to any policy of insurance shall be written or printed on a single sheet of paper which shall contain nothing but the request hereinafter set out and said request must be signed by the insured and a copy thereof be left with him by the agent at the time the insurance is applied for.

No form of request for co-insurance except the following shall be used by any company doing business within this state:

## REQUEST FOR THE APPLICATION OF THE CO-INSURANCE CLAUSE:

In consideration of a reduction from the established rate of.....per cent to.....per cent, in premiums to be paid to the.....Insurance Company for insurance upon the following described property..... I hereby request that a co-insurance rider be attached to the policy to be issued by said company and hereby agree, that during the life of the policy I will maintain insurance on said property to the extent of at least.....dollars, (or).....per cent (whichever may be agreed upon) of the actual cash value thereof at the time of fire, and that failing to do so, I shall become a co-insurer to the extent of such deficit.

Before signing this request or the co-insurance rider to be attached to the policy to be issued I carefully read each of them and fully understand that in case I shall fail to maintain insurance on the previously described property to the extent above provided then in the event of loss or damage this company shall not be liable for a greater per cent of the loss or damage to said property than—

1. The total amount of insurance maintained bears to.....dollars, or;
2. The total amount of insurance maintained bears to.....per cent of the actual cash value of the property insured at the time of fire.

Date..... Insured.

The co-insurance rider to be used shall be signed by both the agent and the insured and a copy thereof shall be left with the insured at the time the application is made for insurance. The rider shall be in form and restrictions as follows:

IOWA CO-INSURANCE AND REDUCED RATE CLAUSE.

(This clause must be signed by both the insured and the agent).

In consideration of the acceptance by the insured of a reduction in premiums from the established rate of.....per cent to .....per cent, it is hereby agreed that the insured shall maintain insurance during the life of this policy upon the property insured:

- 1. To the extent of.....dollars, or
- 2. To the extent of at least.....per cent of the actual cash value thereof at the time of fire (whichever may be agreed upon) and, that failing to do so the insured shall be a co-insurer to the extent of such deficit.

This clause at the request of the insured, is attached to and forms part of policy number.....of the.....Insurance Company of.....and shall in no case apply to dwellings or farm property, nor to any risk wherein the total value of the property shall be less than twenty-five thousand dollars, except grain elevators and grain warehouses, and the contents of the same.

Date..... Insured.  
..... Agent."

Approved April 15, A. D. 1911.

CHAPTER 80.

INSURANCE EXAMINERS.

H. F. 470.

AN ACT to amend section one thousand eight hundred twenty-one-c (1821-c) of the supplement to the code, 1907, relating to insurance examiner.

Be it enacted by the General Assembly of the State of Iowa:

SECTION 1. **Appointment—compensation.** That section one thousand eight hundred twenty-one-c (1821-c) of the supplement to the code, 1907, be and the same is hereby amended by striking out lines [one] (1) to three (3) inclusive and that part of line four (4) ending with the word "year" and insert the following in lieu thereof: "For the purpose of carrying into effect the provisions of this act, the auditor of state is hereby authorized to appoint two insurance examiners, one of whom shall be an experienced actuary who shall receive for his services a salary of three thousand dollars (\$3000.00) per year, the other of whom shall be an experienced and competent fire insurance accountant, who shall receive for his services a salary of two thousand dollars (\$2000.00) per year,". Also said section one thousand eight hundred twenty-one-c (1821-c) is hereby further amended by adding the letter "s" to the word "examiner" in lines six (6), nine (9), thirteen (13). and at the end of line twenty-two (22), and at the beginning of line twenty-three (23).

Sec. 2. **In effect.** This act being deemed of immediate importance shall take effect and be in force from and after its publication in the Register and