

## CHAPTER 227

## FRATERNAL ORGANIZATIONS

An ACT to amend sub-section eight (8) of section eighty-eight hundred twenty-nine (8829), of the code, 1927, relating to the deposits of certain securities by fraternal beneficiary societies, orders or associations with the commissioner of insurance, and the withdrawal thereof.

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

1 SECTION 1. That sub-section eight (8) of section eighty-eight hun-  
2 dred twenty-nine (8829) of the code, 1927, is amended by striking out  
3 all of said sub-section from and after the first paragraph thereof and  
4 by substituting the following in lieu thereof:

5 "Said companies may also substitute for such securities warranty  
6 deeds conveying any of the property included in the original mortgage  
7 to the commissioner of insurance, and to his successors in office, in  
8 their official capacity."

9 "Before depositing any such deed with the commissioner of insur-  
10 ance it shall first be recorded in the county where such property is  
11 located. Said deed shall be accompanied by a certificate that the com-  
12 pany has in its possession either an abstract showing good title to  
13 the property conveyed or a policy or contract guaranteeing said title,  
14 and said deed shall be accepted for deposit not in excess of the amount  
15 of the original security, and only so long as the company annually  
16 certifies the taxes are paid and fire insurance maintained. Upon re-  
17 quest of the company any of such property shall be re-conveyed by  
18 quit claim deed by the commissioner then in office, in his official  
19 capacity, to the company or other person designated by such company,  
20 and in any event shall be so re-conveyed at the end of ten years from  
21 the date of the conveyance to the commissioner. The company may  
22 agree to sell any property to which it has obtained title in connection  
23 with the foreclosure or satisfaction of a mortgage, or mortgages,  
24 under contract of sale, in form to be approved by the commissioner  
25 of insurance, and to run for a period of not longer than twenty years.  
26 Such contracts when assigned to the commissioner, in form satisfac-  
27 tory to him, may be substituted for any of the securities hereinbefore  
28 mentioned, or may be deposited with the commissioner as provided  
29 in section eighty-eight hundred twenty-five (8825), of the code, 1927,  
30 the valuation to be fixed by the commissioner, which may be changed  
31 from time to time as he may determine."

32 "The total amount of certificates of sale, contracts of sale, and deeds  
33 deposited, as herein provided, shall not exceed at any one time twenty  
34 (20) per cent of the amount any such company is required by law to  
35 deposit with the insurance department."

36 "No such change of security shall be made if the same has been  
37 purchased from any officer, stockholder, agent or employee of the in-  
38 surer."

Senate File No. 314. Approved April 5, A. D. 1929.