

## CHAPTER 223

## HEALTH AND DISABILITY INSURANCE

H. F. 136

AN ACT to amend section eighty-seven hundred seventy-six (8776), code, 1935, relating to the exemption from execution of the proceeds of certain insurance policies.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. That section eighty-seven hundred seventy-six (8776),  
 2 Code, 1935, be amended by inserting after the word "accident" in line  
 3 eleven of said section the words ", health or disability"; by striking  
 4 the word "or" from line fourteen of said section and inserting in its  
 5 place a comma; and by inserting after the word "accident" in line four-  
 6 teen of said section the words ", health or disability".

Approved April 20, 1939.

## CHAPTER 224

## FRATERNAL INSURANCE

S. F. 334

AN ACT to repeal sections eighty-seven hundred eighty-five (8785), eighty-seven hundred eighty-six (8786), eighty-seven hundred eighty-seven (8787), eighty-seven hundred eighty-eight (8788), eighty-seven hundred eighty-nine (8789), and eighty-eight hundred twenty-one (8821), code, 1935, and to combine the provisions of the repealed sections in new sections providing for membership requirements and beneficiaries and to enact substitutes therefor, which provide for and limit entry age, medical examination, social membership and beneficiaries; to repeal sections eighty-eight hundred forty-three (8843), eighty-eight hundred forty-six (8846) and eighty-eight hundred forty-seven (8847), code, 1935, relating to the segregation of funds from juvenile certificates.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Sections eighty-seven hundred eighty-five (8785),  
 2 eighty-seven hundred eighty-six (8786), eighty-seven hundred eighty-  
 3 seven (8787), eighty-seven hundred eighty-eight (8788), eighty-seven  
 4 hundred eighty-nine (8789), and eighty-eight hundred twenty-one  
 5 (8821), Code, 1935, are hereby repealed and the following enacted in  
 6 lieu thereof:  
 7 "Qualifications for Membership. Any fraternal beneficiary society  
 8 or association authorized to do business as such in this state may admit  
 9 to beneficial membership any person not less than fifteen (15) and  
 10 not more than sixty-five (65) years of age at nearest birthday, who  
 11 has been examined by a legally qualified physician, and whose exami-  
 12 nation has been supervised and approved in accordance with the laws  
 13 of the society, or who has made declaration of insurability acceptable  
 14 to the society, and any person so admitted prior to attaining the full  
 15 age of twenty-one (21) years shall be bound by the terms of his or  
 16 her application and certificate, and by all the laws, rules, and regula-  
 17 tions of the society, and shall be entitled to all the rights and privi-  
 18 leges of membership therein, as fully and to the same extent as though  
 19 he or she were not a minor at the time of applying for such beneficial

20 membership; provided, that any beneficial member of a society who  
 21 shall apply for additional benefits more than six months after becom-  
 22 ing a beneficial member shall pass an additional medical examination  
 23 or make an additional declaration of insurability, as required by the  
 24 society, provided, however, that a declaration of insurability may be  
 25 accepted only in cases

26 (a) of an applicant under forty-five (45) years of age and for in-  
 27 surance not to exceed two thousand dollars (\$2000.00), and,

28 (b) of insurance on the lives of children under fifteen (15) years of  
 29 age. Nothing herein contained shall prevent such society from ac-  
 30 cepting general or social members to whom no certificates of insur-  
 31 ance in any form shall be issued and who shall have no voice or vote  
 32 in the management of the insurance affairs of the society, nor from  
 33 issuing juvenile certificates on the lives of children under the age  
 34 of fifteen (15) years.

35 **"Beneficiaries.** No beneficiary shall have or obtain any vested in-  
 36 terest in the proceeds of any certificate until such certificate has be-  
 37 come due and payable in conformity with the provisions of the in-  
 38 surance contract. The insured member shall have the right at all  
 39 times to change the beneficiary or beneficiaries in accordance with the  
 40 constitution, by-laws, rules or regulations of the society. Every so-  
 41 ciety may, by its constitution, by-laws, rules or regulations, limit the  
 42 scope of beneficiaries."

1 SEC. 2. Sections eighty-eight hundred forty-three (8843), eighty-  
 2 eight hundred forty-six (8846), and eighty-eight hundred forty-seven  
 3 (8847), Code, 1935, are hereby repealed.

Approved April 20, 1939.

## CHAPTER 225

### FRATERNAL BENEFICIARY SOCIETIES

#### S. F. 335

AN ACT to amend section eighty-eight hundred twenty-nine (8829), code, 1935, relating to the investment of funds of fraternal beneficiary societies, orders, or associations organized under the laws of this state.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. That subsection one (1) of section eighty-eight hun-  
 2 dred twenty-nine (8829) as the same now appears in the Code of  
 3 1935, is hereby repealed and the following enacted in lieu thereof.

4 1. **Federal, territorial and Dominion obligations.** Bonds or other  
 5 evidence of indebtedness issued or guaranteed by the United States or  
 6 any insular or territorial possession of the United States, Federal  
 7 farm loan bonds, Federal home loan bank bonds, Home Owners' Loan  
 8 Corporation bonds, bonds, notes or obligations representing loans and  
 9 advances of credit which are eligible for insurance by the Federal  
 10 Housing Administrator, and bonds, notes or obligations secured by  
 11 real property or leasehold which the Federal Housing Administrator  
 12 has insured or has committed himself to insure or debentures issued