

February 6, 1951.

Senate File 273

Passed on File.

By BEKMAN, HEDIN, HULTMAN and MERCER.

Passed Senate, Date

Vote: Ayes..... Nays.....

Passed House, Date

Vote: Ayes..... Nays.....

Approved

A BILL FOR

An Act to amend section five hundred twenty-two point one (522.1), Code 1950, relating to the qualifying licensing and supervision of life insurance agents.

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

1 Section 1. Section five hundred twenty-two point one
2 (522.1), Code 1950, is amended by adding thereto the following:

3 1. No license shall be issued to a first time appointee
4 as agent in receiving or procuring applications for life
5 insurance and annuities, until such agent shall have qualified
6 by reasonable written examination as to his competency to act
7 as such agent. The fee for such examination shall be five
8 (5.00) dollars.

9 2. The applicant applying for a license shall be certified,
10 on forms furnished by the commissioner of insurance, by an
11 officer or properly authorized representative of the insurer,
12 stating that the insurer has investigated the character and
13 background of the applicant and is satisfied that he is trust-
14 worthy and qualified to act as its agent to represent it in
15 this state.

16 3. No examination shall be required as a prerequisite to

17 the issuance of a license to any ticket selling agent of a
18 railroad company, steamship company, fraternal insurance
19 society, carrier by air or public bus carrier, who shall act
20 thereunder as agent of any company subject to this section
21 only in reference to the issuance of accident insurance tickets.

22 4. No examination shall be required of those agents who
23 at the time of the passage of this bill are licensed to procure
24 applications for life insurance and annuities for companies
25 duly qualified to do business in the State of Iowa.

26 5. The commissioner may issue a temporary life insurance
27 agent's license to any person acting as a debit agent in
28 servicing policies of industrial life insurance without
29 requiring the applicant to pass a written examination, but no
30 such temporary license shall be effective for more than ninety
31 (90) days.

32 6. A regular salaried officer or employee of an insurer
33 authorized to do business in this state shall not be deemed to
34 be a "life insurance agent" by reason of rendering assistance
35 to, or on behalf of a licensed life insurance agent, provided
36 that such salaried officer or employee devotes substantially
37 all of his time to activities other than the solicitation of
38 applications for life insurance or annuity contracts and receives
39 no commission or other compensation directly dependent upon the
40 amount of business he obtains.

41 7. The department of insurance shall establish and
42 promulgate reasonable rules and regulations for carrying out

43 the provisions of this act, and, with the approval of the
44 state insurance commission, shall make, establish and publish
45 a list of questions from which examination questions shall be
46 chosen, together with rules, regulations and procedures with
47 respect to the scope, type and conduct of the written examinations
48 required by this act, and the times and places within the state
49 wherein they shall be held, provided that applicants shall be
50 permitted to take such examinations at least once each week
51 on the second day of each week at the principal office of the
52 commissioner of insurance.

53 8. If any clause, sentence, paragraph or part of this
54 act shall for any reason be adjudged by any court of competent
55 jurisdiction to be invalid, such judgment shall not affect,
56 impair or invalidate the remainder of this act.