

February 27, 1963.

House File 377

Cities and Towns.

By KREAGER, ANDERSEN of Woodbury, COFF-
MAN, FALVEY, KNOWLES and VAN ALSTINE.
without recommendation 3/19

Passed House, Date.....

Passed Senate, Date.....

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

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

Approved.....

A BILL FOR

An Act relating to group insurance in cities and towns.

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

1 Section 1. Section three hundred sixty-five A point six

2 (365A.6), Code 1962, is amended as follows:

3 1. By inserting in line two (2) after the word "contract"

4 the words "for any group insurance plan permitted by section

5 three hundred sixty-five A point one (365A.1)."

6 2. By striking the remainder of the section after line

7 three (3) and inserting in lieu thereof the following:

8 "chapter five hundred fourteen (514) or any insurance

9 company authorized to write such group insurance plans under

10 the laws of the state of Iowa and approved by the commissioner

11 of insurance. Such plans may include life, health,

12 hospitalization and disability insurance during the period

13 of active service of such employees, with the right of any

14 employee to continue such insurance in force at such employee's

15 sole expense after termination of active service according to

16 the terms of the insurance contract.

1 Sec. 2. Section three hundred sixty-five A point seven

2 (365A.7), Code 1962, is hereby repealed and the following

3 enacted in lieu thereof:

4 "The word 'employee' as used in this chapter is defined

5 to be any person employed by the city or town or a municipally-

- 6 owned utility on a weekly, monthly, or yearly basis and who
- 7 is actually performing duties under such employment."

EXPLANATION OF HOUSE FILE 377

The purpose of this bill is to permit a more workable law for all communities, large and small, to provide group insurance for municipal employees, at their option, if the local city or town council wants this. It provides that such a plan can be purchased from any insurance company authorized to do this kind of insurance business in Iowa and that all municipal employees can be covered by such a plan.