



IOWA HOUSE DEMOCRATS

BILL SUMMARY

Insurance Division Omnibus HF 426

Status of Bill: House Floor
Committee: Commerce (23-0)
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Lead Democrat: Rep. Forbes
Floor Manager: Rep. Jacobsen

Bill Summary

HF 426 is the Insurance Division's annual Code update, which would make the following changes:

- *Sections 1-4:* These sections would amend Iowa Code to better clarify the Division's Fraud Bureau's authority to review potential fraud cases and ensure the Fraud Bureau's ability to assist local, state, and federal law enforcement with any criminal case under the Commissioner's authority.
- *Section 5:* This section would amend the Division's licensing requirements to ensure viatical settlement brokers meet updated criminal history standards. This section also prohibits non-resident producers from being classified as viatical settlement brokers since the Division is unable to provide licensing to such legal entities.
- *Section 6:* This would amend Code language to ensure resident insurance producer licensing requirements meet updated criminal history standards.
- *Section 7:* This section would create new code language that provides the Division authorization to perform criminal history checks for insurance producers, initial license or additional line of authority for a nonresident insurance producer, a renewal, reinstatement, or reissuance of license if revoked or suspended, and an initial license as a viatical settlement provider or settlement broker in the state. This section also requires the Commissioner to create a process for applicants to submit criminal history information for determining licensing eligibility.
- *Section 8:* This section would update Public Adjusters Code language to ensure background checks aligns with the new process described in Section 7.

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