

BY: Health and Government Operations Committee

AMENDMENTS TO HOUSE BILL NO. 1192

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in the sponsor line, strike “Delegate Bromwell” and substitute “Delegates Bromwell, Boteler, Boutin, Costa, Donoghue, Elliott, Frank, Hammen, Hubbard, Hurson, Kach, Kullen, McDonough, Murray, Oaks, V. Turner, and Weldon”; and strike beginning with “requiring” in line 18 down through “contracts;” in line 19 and substitute “requiring certain provisions of law to be interpreted in a manner consistent with a certain model law;”.

On page 2, in line 3, strike “and 16-510”.

AMENDMENT NO. 2

On page 2, in line 23, strike the first “shall” and substitute “MAY”; strike beginning with “DEFER” in line 28 down through “CONTRACT” in line 30 and substitute “MAKE THE DEFERMENT UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH”; in line 32, strike “CONTAIN A STATEMENT AS TO” and substitute “ADDRESS”; in line 33, strike “THE EFFECT THE DEFERRAL WILL HAVE ON”; in line 34, after “POLICYHOLDERS” insert “OF THE DEFERRAL”; and in line 37, strike “RESERVE THE RIGHT TO”.

On page 3, strike beginning with the first “FOR” in line 1 down through “CONTRACT” in line 2.

AMENDMENT NO. 3

On page 5, in line 4, strike “AN” and substitute “ANY”; in the same line, strike “PAYMENT” and substitute “PAYMENTS”; and in line 7, after the comma insert “OF THE NET CONSIDERATIONS PAID PRIOR TO THAT TIME,”.

AMENDMENT NO. 4

On page 5, strike beginning with “NOT” in line 29 down through “POINTS” in line 33 and

(Over)

substitute "THE 5-YEAR CONSTANT MATURITY TREASURY RATE REPORTED BY THE FEDERAL RESERVE BOARD.

(2) THE 5-YEAR CONSTANT MATURITY TREASURY RATE UNDER PARAGRAPH (1)(II) OF THIS SUBSECTION SHALL BE:

(I) 1. AS OF A DATE NOT MORE THAN 15 MONTHS BEFORE EITHER THE CONTRACT ISSUE DATE OR REDETERMINATION DATE; OR

2. AVERAGED OVER A PERIOD OF NOT MORE THAN 15 MONTHS BEFORE THE CONTRACT ISSUE DATE OR REDETERMINATION DATE; AND

(II) ROUNDED TO THE NEAREST ONE-TWENTIETH OF 1% AND THEN REDUCED BY 125 BASIS POINTS";

in line 34, strike "(2)" and substitute "(3)"; and in the same line, strike "PARAGRAPH (1)(II)" and substitute "PARAGRAPHS (1) AND (2)";

On page 6, in line 1, strike "(3)" and substitute "(4)"; in the same line, strike "PARAGRAPH (1)" and substitute "PARAGRAPHS (1) AND (2)"; in line 5, strike "PROVIDE" and substitute "STATE"; strike beginning with "THE" in line 6 down through "3." in line 10 and substitute "WHETHER THE INTEREST RATE WILL BE REDETERMINED; AND

2.";

in line 10, after the comma insert "BASIS."; strike beginning with the semicolon in line 11 down through "RATE" in line 14; in line 17, strike "(C)(1)(II)" and substitute "(C)(2)(II)"; in line 20, strike "OR AT" and substitute "AND ON"; and in the same line, strike "REDEMPTION" and substitute "REDETERMINATION".

AMENDMENT NO. 5

On page 7, strike in their entirety lines 3 through 9, inclusive; in line 10, strike the brackets; in the same line, strike "16-511."; in line 12, after "Annuities" insert "AND SHALL BE INTERPRETED IN A MANNER CONSISTENT WITH THE STANDARD NONFORFEITURE

MODEL LAW FOR INDIVIDUAL DEFERRED ANNUITIES PUBLISHED BY THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS"; in lines 22 and 26, in each instance, strike "(g)," and substitute "(g) and"; and in the same lines, strike "(d), and (e), and 16-510" and substitute "and (d)".