

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 662

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, 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 “TIME,” 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 substitute “THE 5-YEAR CONSTANT MATURITY TREASURY RATE REPORTED BY THE FEDERAL RESERVE BOARD.”

(Over)

(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 “DATE,” 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, in each instance, strike “(d), and (e), and 16-510” and substitute “and (d)”.