

# State of South Dakota

EIGHTIETH SESSION  
LEGISLATIVE ASSEMBLY, 2005

466L0665

## SENATE BILL NO. 124

Introduced by: Senator Schoenbeck and Representative Hargens

1 FOR AN ACT ENTITLED, An Act to clarify certain provisions relating to bank investments  
2 in certain annuities.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 51A-4-25.1 be amended to read as follows:

5 51A-4-25.1. For the purposes of § 51A-4-25, an annuity is an investment that credits interest  
6 from the inception of the contract, has an interest guarantee period that may be from thirty days  
7 to one year in length, and is backed by the assets of the insurer. The insurer shall be rated in the  
8 top three categories of both Standard and Poor's Corporation and Moody's Investors Service.  
9 The annuity shall be fully liquid ~~and, unless otherwise provided for by law.~~ The annuity may not  
10 be subject to any surrender ~~charges or any other restrictions on redemptions~~ charge.

