

# State of South Dakota

SEVENTY-FOURTH SESSION  
LEGISLATIVE ASSEMBLY, 1999

400C0536

HOUSE COMMERCE COMMITTEE  
ENGROSSED NO. **HB1087** - 1/29/99

Introduced by: Representatives Roe and Fischer-Clemens and Senators Shoener and Olson

1 FOR AN ACT ENTITLED, An Act to place certain restrictions on loans obtained by insurance  
2 agents from their clients.

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

4 Section 1. That chapter 58-30 be amended by adding thereto a NEW SECTION to read as  
5 follows:

6 No agent may obtain a loan from an existing or former client, other than a lending institution  
7 authorized by state or federal law, unless there is a written contract establishing the terms for  
8 repayment of the loan and the contract is filed with the division within thirty days of its effective  
9 date. This section does not apply to any loans transacted between an agent and that agent's  
10 spouse, parents, children, aunts, uncles, or grandparents.

1 **BILL HISTORY**

2 1/20/99 First read in House and referred to Commerce. H.J. 95

3 1/28/99 Scheduled for Committee hearing on this date.

4 1/28/99 Commerce Do Pass Amended, Passed, AYES 12, NAYS 0. H.J. 232

5 1/28/99 Commerce Place on Consent Calendar.