

State of South Dakota

SEVENTY-FOURTH SESSION
LEGISLATIVE ASSEMBLY, 1999

400C0536

HOUSE BILL NO. 1087

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 the loan is a written contract establishing the terms for
8 repayment and the loan contract is filed with the division within thirty days of its effective date.

9 This section does not apply to any loans transacted between an agent and that agent's spouse,
10 parents, children, aunts, uncles, or grandparents.