

AN ACT

ENTITLED, An Act to revise certain provisions to limit the cancellation of certain insurance policies.

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

Section 1. That § 58-33-59 be amended to read as follows:

58-33-59. Terms used in this section and §§ 58-33-60 to 58-33-65, inclusive, mean:

- (1) "Cancellation," termination by the insurer of insurance coverage in whole or in part during the policy term. A policy with no fixed expiration date is considered a policy period or term of one year;
- (2) "Insurance," includes those policies of insurance defined in §§ 58-9-5 to 58-9-27, inclusive;
- (3) "Nonpayment of premium," the failure of the named insured to discharge any obligation in connection with the payment of premiums on policies of insurance subject to this section and §§ 58-33-60 to 58-33-65, inclusive, whether such payments are directly payable to the insurer or its agent or indirectly payable under a premium finance plan or extension of credit.

Section 2. That § 58-33-60 be amended to read as follows:

58-33-60. A notice of cancellation of insurance coverage by an insurer shall be mailed or delivered by the insurer to the named insured at least twenty days before the effective cancellation date and shall be accompanied by a written explanation of the specific reasons for the cancellation.

An Act to revise certain provisions to limit the cancellation of certain insurance policies.

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I certify that the attached Act
originated in the

HOUSE as Bill No. 1256

Chief Clerk

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Speaker of the House

Attest:

Chief Clerk

President of the Senate

Attest:

Secretary of the Senate

House Bill No. 1256
File No. _____
Chapter No. _____

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Received at this Executive Office
this ____ day of _____ ,

19__ at ____ M.

By _____
for the Governor

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The attached Act is hereby
approved this _____ day of
_____, A.D., 19__

Governor

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STATE OF SOUTH DAKOTA,
ss.
Office of the Secretary of State

Filed _____, 19__
at _____ o'clock __ M.

Secretary of State

By _____
Asst. Secretary of State