

State of South Dakota

SEVENTY-EIGHTH SESSION
LEGISLATIVE ASSEMBLY, 2003

400I0278

HOUSE COMMERCE COMMITTEE ENGROSSED NO.

HB 1045 - 02/20/2003

This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: The Committee on Commerce at the request of the Department of Commerce and Regulation

1 FOR AN ACT ENTITLED, An Act to require resident surplus line brokers to have a bond.

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

3 Section 1. That chapter 58-32 be amended by adding thereto a NEW SECTION to read as
4 follows:

5 Within thirty days of issuance of a license as a resident surplus line broker and before
6 procuring any insurance coverage for an insured, the broker shall file with the director, and
7 thereafter for as long as the license remains in effect the broker shall keep in force, a bond in
8 favor of the State of South Dakota in the penal sum of two thousand dollars with an authorized
9 corporate surety approved by the director. The bond shall be conditioned upon the broker
10 conducting business under the license in accordance with the provisions of this chapter and
11 promptly remitting the taxes pursuant to §§ 58-32-44 and 58-32-45. No such bond may be
12 terminated unless at least thirty days' prior written notice of the termination is given to the broker
13 and filed with the director.

