

House File 489

H-1072

1 Amend House File 489 as follows:

2 1. Page 6, after line 19 by inserting:

3 <Sec. ____ . Section 511.8, subsection 22, paragraph
4 i, subparagraph (2), Code 2013, is amended to read as
5 follows:

6 (2) Securities pledged as collateral for financial
7 instruments used in highly effective hedging
8 transactions together with securities pledged to a
9 counterparty, clearing organization, or clearinghouse
10 on an upfront basis in the form of initial margin,
11 independent amount, or other securities pledged as a
12 precondition of entering into financial instruments
13 used in highly effective hedging transactions pursuant
14 to subparagraph (1), are not eligible in excess of ten
15 percent of the legal reserve of the life insurance
16 company or association, less any financial instruments
17 used in hedging transactions held in the legal reserve
18 under this subsection.

19 Sec. ____ . Section 511.8, subsection 22, paragraph
20 i, subparagraph (3), Code 2013, is amended by striking
21 the subparagraph.>

22 2. By renumbering as necessary.

PETTENGILL of Benton