

Senate File 2215 - Introduced

SENATE FILE 2215
BY COMMITTEE ON COMMERCE

(SUCCESSOR TO SSB 3064)

(COMPANION TO HF 2184 BY
COMMITTEE ON COMMERCE)

A BILL FOR

1 An Act relating to the applicability of the standard
2 nonforfeiture law for individual deferred annuities to
3 contingent deferred annuities.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 508.38, subsection 1, Code 2026, is
2 amended to read as follows:

3 1. a. This section ~~does~~ shall not apply to any reinsurance,
4 group annuity purchased under a retirement plan or plan
5 of deferred compensation established or maintained by an
6 employer, including a partnership or sole proprietorship,
7 or by an employee organization, or by both, other than a
8 plan providing individual retirement accounts or individual
9 retirement annuities under section 408 of the United States
10 Internal Revenue Code, as ~~now or hereafter~~ amended, premium
11 deposit fund, variable annuity, investment annuity, immediate
12 annuity, any deferred annuity contract after annuity payments
13 have commenced, or reversionary annuity, nor to any contract
14 which is delivered outside this state through an agent or other
15 representative of the company issuing the contract.

16 b. Subsections 2 through 7 shall not apply to contingent
17 deferred annuities, except that the commissioner may prescribe
18 by rules adopted pursuant to chapter 17A nonforfeiture benefits
19 for contingent deferred annuities that the commissioner deems
20 equitable to policyholders, appropriate for the risks insured,
21 and, to the extent possible, consistent with the general intent
22 of this section.

23 EXPLANATION

24 The inclusion of this explanation does not constitute agreement with
25 the explanation's substance by the members of the general assembly.

26 This bill provides that subsections 2 through 7 of Code
27 section 508.38 (standard nonforfeitures — deferred annuities)
28 shall not apply to contingent deferred annuities, except
29 that the commissioner of insurance may prescribe by rule
30 nonforfeiture benefits for contingent deferred annuities that
31 the commissioner deems equitable to policyholders, appropriate
32 for the risks insured, and consistent with the general intent
33 of Code section 508.38.