

INTERSTATE INSURANCE PRODUCT REGULATION COMMISSION

NOTICE OF PROPOSED CONFORMING AMENDMENT TO
AN EXISTING RULE

Date Issued: October 29, 2009

Proposed Uniform Standard: Conforming Amendments to Individual Annuity Application Standards

- 1. Purpose of Proposed Conforming Amendment:** The purpose is to amend the Individual Annuity Application Standards. The Conforming Amendments would appear in Section 3 as a new Item G, "Agreement to Sell or Assign Contract for Which Application is Being Made" and would establish the ability for the application to inquire whether any party to the application has or plans to enter into any agreement to sell or assign ownership of a beneficial interest in the applied-for contract, and whether any party to the application has ever sold, transferred or assigned an annuity contract; the amendment also permits the application to include a notice regarding potential state-imposed limitations on the ability to sell, transfer or assign an annuity contract. The remaining items in Section 3 would be re-numbered accordingly.
- 2. Legal Authority:** The Commission is authorized to create uniform standards for products by Article IV, Section 2 of the Interstate Insurance Product Regulation Compact, as enacted into law by each compacting state. The Rule for the Adoption of Conforming Amendments to a Uniform Standard establishes an abbreviated timeline for the process of adopting a conforming amendment to an Existing Uniform Standard.
- 3. Text of Proposed Conforming Amendment:** The Proposed Standards and the required findings of a proposal for Conforming Amendments are available on the Commission's web site (www.insurancecompact.org) and included with this notice as a separate document.
- 4. Where, When, and How Persons May Present Their Views:** The Rule for the Adoption of Conforming Amendments does not establish a formal public comment period.
- 5. Where, When, and How Persons May Request a Public Hearing:** The Rule for the Adoption of Conforming Amendments does not establish a procedure for requesting a public hearing.
- 6. Management Committee Consideration of Proposed Conforming Amendment:** The Management Committee is required to consider and vote on approval of the proposed Conforming Amendment at its next regular or special meeting after receipt of the proposal. This meeting is scheduled to occur on Friday, December 4, 2009 at 12:30 p.m. Pacific Time at the Hilton San Francisco in San Francisco, California. Conference call capability will also be provided.