

# State of South Dakota

SEVENTY-SEVENTH SESSION  
LEGISLATIVE ASSEMBLY, 2002

535H0563

HOUSE COMMERCE COMMITTEE ENGROSSED NO.

**HB 1134** - 01/22/2002

Introduced by: Representatives Flowers, Pederson (Gordon), Sebert, and Van Etten and  
Senators Diedtrich (Elmer), Moore, Reedy, and Sutton (Dan)

1 FOR AN ACT ENTITLED, An Act to revise the time at which bond is required of a surplus line  
2 broker.

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

4 Section 1. That § 58-32-10 be amended to read as follows:

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

