

**Department of Labor & Regulation Division of Insurance  
Notice of Public Hearing to Adopt Rules**

A public hearing will be held in the Oahe Conference Room, 124 South Euclid Avenue, 1<sup>st</sup> Floor, Pierre, SD 57501, on **June 27, 2022, at 9:00 a.m., central time**, to consider the amendment and adoption of proposed rules in §§ 20:06:12:07 20:06:19:04, 20:06:25:01, 20:06:25:01.01, 20:06:25:01.02, 20:06:25:02, 20:06:26:01, 20:06:30:01, 20:06:30:13 to 20:06:30:20, 20:06:36:01, and 20:06:59:01.

**§§ 20:06:12:07, 20:06:19:04, 20:06:25:01, 20:06:25:01.01, 20:06:25:01.02,  
20:06:25:02, 20:06:26:01, 20:06:36:01, and 20:06:59:01**

The effect of these rule changes are to update the sources referenced in rule. The reason for amending these rules is to ensure parties are referring to the most recent edition of the sources cited in the rules.

**§§ 20:06:30:01 and 20:06:30:13 to 20:06:30:20**

The effects of these rules will allow and clarify when an insurance company can claim credit for purchasing reinsurance. Insurance companies can claim credit towards their required monetary reserves when they cede risk to certain reinsurers under specific circumstances. These new rules will provide a clear and consistent process which will assist insurers and regulators. The reason for adopting these rules is to ensure insurers have applied the proper amount and types of assets for the reinsurance credit they are claiming and to maintain the Division of Insurance's accreditation through the National Association of Insurance Commissioners.

Persons interested in presenting amendments, data, opinions, and arguments for or against the proposed rule may appear in-person at the hearing, or mail or e-mail the materials to the South Dakota Division of Insurance, 124 South Euclid Avenue, 2<sup>nd</sup> Floor, Pierre, South Dakota 57501 or to [lisa.harmon@state.sd.us](mailto:lisa.harmon@state.sd.us). The deadline to submit any such written comments for consideration by Division is July 7, 2022, and materials sent by mail must reach the Division by the comment deadline to be considered.

After the public hearing and written comment period, the Division will consider all written and oral comments it receives on the proposed rule. The Division may modify or amend a proposed rule at that time to include or exclude matters that are described in this notice.

For Persons with Disabilities: This hearing will be located at a physically accessible place. Please contact the Division of Insurance at least 48 hours before the public hearing if you have special needs for which special arrangements can be made by calling (605) 773-3563.

Copies of the proposed rule may be obtained without charge from:

Department of Labor & Regulation's website:  
[http://dlr.sd.gov/insurance/admin\\_rules/public\\_hearings.aspx](http://dlr.sd.gov/insurance/admin_rules/public_hearings.aspx)

Rules.sd.gov

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