

2160-S

Sponsor(s): House Committee on Financial Institutions & Insurance
(originally sponsored by Representative McIntire)

Brief Description: Regulating charitable gift annuity businesses.

HB 2160-S - DIGEST

(DIGEST AS ENACTED)

Provides that, if an institution holding a certificate of exemption under RCW 48.38.010 has purchased a single premium life annuity that pays the entire amount stipulated in the gift annuity agreement or agreements from an insurer (1) holding a certificate of authority under chapter 48.05 RCW, (2) licensed in the state in which the institution has its principle office, and (3) licensed in the state in which the single premium life annuity is issued, then in determining the minimum reserve fund that must be maintained under this section, a deduction shall be allowed from the minimum reserve fund in an amount not exceeding the reserve fund amount required for the annuity or annuities for which the single premium life annuity is purchased, subject to the following conditions:

(a) The institution has filed with the commissioner a copy of the single premium life annuity purchased and specifying which charitable gift annuity or annuities are being insured; and

(b) The institution has entered into a written agreement with the annuitant and the insurer issuing the single premium life annuity providing that if for any reason the institution is unable to continue making the annuity payments required by its annuity agreements, the annuitants shall receive payments directly from the insurer and the insurer shall be credited with all of these direct payments in the accounts between the insurer and the institution.