

**NOTE: This bill has been prepared for the signatures of the appropriate legislative officers and the Governor. To determine whether the Governor has signed the bill or taken other action on it, please consult the legislative status sheet, the legislative history, or the Session Laws.**



SENATE BILL 21-259

BY SENATOR(S) Rodriguez, Liston, Smallwood;  
also REPRESENTATIVE(S) Bird and Sandridge, Bockenfeld, Duran,  
Ricks.

CONCERNING A MODIFICATION TO THE MINIMUM NONFORFEITURE  
PERCENTAGE REQUIRED TO BE PAID UPON THE SURRENDER OF AN  
ANNUITY POLICY.

*Be it enacted by the General Assembly of the State of Colorado:*

**SECTION 1.** In Colorado Revised Statutes, 10-7-504, **amend**  
**(3)(a)(II)(C)** as follows:

**10-7-504. Minimum nonforfeiture amounts - rules.** (3) (a) The  
interest rate used to determine minimum nonforfeiture amounts shall be the  
lesser of the following:

(II) If specified in the contract that the interest rate will reset, the  
five-year constant maturity treasury rate reported by the federal reserve as  
of a specified date or averaged over a period reduced by one hundred  
twenty-five basis points so long as:

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*Capital letters or bold & italic numbers indicate new material added to existing law; dashes  
through words or numbers indicate deletions from existing law and such material is not part of  
the act.*

(C) The resulting interest is not less than ~~one~~ FIFTEEN ONE-HUNDREDTHS percent;

**SECTION 2. Applicability.** This act applies to nonforfeiture amounts determined on or after the effective date of this act.

**SECTION 3. Safety clause.** The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, or safety.

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Leroy M. Garcia  
PRESIDENT OF  
THE SENATE

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Alec Garnett  
SPEAKER OF THE HOUSE  
OF REPRESENTATIVES

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Cindi L. Markwell  
SECRETARY OF  
THE SENATE

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Robin Jones  
CHIEF CLERK OF THE HOUSE  
OF REPRESENTATIVES

APPROVED \_\_\_\_\_  
(Date and Time)

\_\_\_\_\_  
Jared S. Polis  
GOVERNOR OF THE STATE OF COLORADO