



April 29, 2024



# Newsflash: Department of Labor Financial Security Rule

## New Fiduciary Rule

On April 25, 2024, the Department of Labor (DOL) published a new fiduciary rule titled the **Retirement Security Rule (Rule)**. This new Rule becomes effective on September 23, 2024, and applies to financial professionals receiving a fee or commission when making investment recommendations to retirement investors. These recommendations may include qualified recommendations related to the purchase of life insurance and annuity products. The DOL has granted a one-year transition period allowing for a limited exemption to be used when making covered, qualified recommendations. This transition period will allow some time for impacted parties to make revisions to PTE 84-24 and PTE 2020-02, and implement applicable policies and procedures to comply with the new Rule beginning in September 2025.

## What Should Financial Professionals Do Now?

During this one-year transition period, financial professionals impacted by the new Rule should take the necessary steps to comply with all applicable requirements and should review their professional insurance coverage (i.e., Errors and Omissions coverage) as it relates to the new fiduciary standard of care.

Please continue to watch for future updates from Crump as we continue to digest this Rule, monitor industry response, and share insights. Please submit any questions or comments to [marketconduct@crump.com](mailto:marketconduct@crump.com) and we will do our best to respond to these questions in our future FAQ communications.

### DOL Links

[DOL Fact Sheet](#)

[Amendments to Definition of Investment Advice Fiduciary](#)

[Amendments to PTE 84-24](#)

[Amendments to PTE 2020-02](#)

Need additional information? Contact your Crump representative today.



A financial professional may be considered a fiduciary when recommending the distribution of funds from a qualified plan or IRA to purchase life insurance or annuities. **For Financial Professional Use Only.** Products and programs offered through Crump are not approved for use in all states. Not all applicants will qualify for coverage. Policy terms, conditions, and limitations will apply. Crump does not provide any tax or legal advice. Insurance products are available through Crump Life Insurance Services, LLC, AR License #100103477. Variable insurance material is for broker-dealer or registered representative use only.

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