The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Thomas L. Tyler.

DIGEST

SB 73 Original | 2021 Regular Session | Milligan

Proposed law repeals and replaces provisions involving investments of domestic insurers.

Proposed law defines various investment terms including "acceptable collateral" and "admitted asset" and authorizes insurers to acquire, hold, or invest in investments or engage in investment practices as provided in proposed law and those not conforming to proposed law are not admitted assets.

Proposed law prohibits the purchase or acquisition of a security or other investment unless it is interest bearing or interest accruing or dividend or income paying or eligible for dividends or income and not in default.

Proposed law provides for qualifications for general investments by insurers; insurer investment policies; authorizations by an insurer's board of directors of investments; the valuation of certain investments by an insurer; the acquisition of bonds by an insurer as investments; equity interests, mortgage loans, real estate, acquired by insurer; lending, repurchase, reverse repurchase, and dollar roll of securities by an insurer; foreign investments and currency exposure; insurer investment pools; derivative transactions involving insurers; collateral loans; admitted assets; additional investment authority; prohibited investments; restrictions on pledging assets; loans to an insurer's officers and directors; and judicial review of investment rules, regulations, and actions of the commissioner.

Effective January 1, 2022.

(Adds R.S. 22:601.1 - 601.21; repeals R.S. 22:581 - 601)