

Proposed law allows a regulation adopted pursuant to proposed law to require the ceding insurer, in making certain calculations, to use the Valuation Manual adopted by NAIC.

Proposed law prohibits a regulation adopted pursuant to proposed law from applying to any cession to an assuming insurer if the assuming insurer meets any of the following criteria:

- (1) Is certified in this state or in a minimum of five other states.
- (2) Maintains at least \$250 million in capital and surplus determined under certain NAIC procedures and is either:
 - (a) Licensed in at least 26 states.
 - (b) Licensed at least ten states and licensed or accredited in a total of at least 35 states.

Proposed law specifies the authority to adopt regulations pursuant to proposed law does not limit the commissioner's general authority to adopt regulations pursuant to present law.

Effective August 1, 2016.

(Amends R.S. 22:651(A), 652, and 661)

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Insurance to the original bill

1. Allow a regulation adopted pursuant to proposed law to require use of the NAIC Valuation Manual for certain calculations.
2. Prohibit a regulation adopted pursuant to proposed law from applying to any cession to an assuming insurer who meets certain criteria.
3. Specify the authority to adopt regulations pursuant to proposed law does not limit the commissioner's general authority to adopt regulations pursuant to present law.