

Amendment No. 1 (for drafter's use only)

	<u>Senate</u>	CHAMBER ACTION	<u>House</u>
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ORIGINAL STAMP BELOW

The Committee on Insurance offered the following:

Amendment (with title amendment)

Remove from the bill: Everything after the enacting clause
and insert in lieu thereof:

Section 1. Section 625.071, Florida Statutes, is amended to read:

625.071 Special reserve for bail and judicial bonds.--In lieu of the unearned premium reserve required on surety bonds under s. 625.051, the department may require any surety insurer or limited surety insurer to set up and maintain a reserve on all bail bonds, or other single-premium bonds without definite expiration date, furnished in judicial proceedings, equal to the lesser of 35 25 percent of the bail premiums in force or \$7 per \$1,000 of bail liability. Such reserve shall be reported as a liability in financial statements required to be filed with the department. Each insurer shall file a supplementary schedule showing bail premiums in force and bail liability and the associated special reserve for bail and judicial bonds with financial

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1 statements required by s. 624.424. Bail premiums in force, not
2 including amounts retained by licensed bail bond agents or
3 licensed managing general agents, may not be less than 6.5
4 percent of the total consideration received for all bail bonds
5 in force total consideration charged for such bonds as are
6 outstanding as of the date of any current financial statement
7 of the insurer.

8 Section 2. This act shall take effect July 1, 2001.

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===== T I T L E A M E N D M E N T =====
And the title is amended as follows:

On page 1,
remove from the title of the bill: The entire title
and insert in lieu thereof:

A bill to be entitled
An act relating to surety bonds; amending s.
625.071, F.S.; modifying the amount of reserve
which surety insurers may maintain on bail
bonds and judicial bonds in lieu of the
unearned premium reserve required under s.
625.051, F.S.; providing financial reporting
requirements; providing for minimum percentage
for bail premiums in force providing an
effective date.