



910484

LEGISLATIVE ACTION

Senate	.	House
Comm: RCS	.	
03/01/2012	.	
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The Committee on Budget Subcommittee on General Government Appropriations (Hays) recommended the following:

Senate Amendment (with title amendment)

Between lines 119 and 120
insert:

Section 2. Paragraph (e) of subsection (1) of section 624.4625, Florida Statutes, is amended, present subsection (5) of that section is renumbered as subsection (6), and a new subsection (5) is added to that section, to read:

624.4625 Corporation not for profit self-insurance funds.—

(1) Notwithstanding any other provision of law, any two or more corporations not for profit located in and organized under the laws of this state may form a self-insurance fund for the



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13 purpose of pooling and spreading liabilities of its group
14 members in any one or combination of property or casualty risk,
15 provided the corporation not for profit self-insurance fund that
16 is created:

17 (e) Maintains a continuing program of excess insurance
18 coverage and reserve evaluation to protect the financial
19 stability of the fund in an amount and manner determined by a
20 qualified actuary. At a minimum, this program must:

21 1. Purchase excess insurance from authorized insurance
22 carriers or eligible surplus lines insurers or reinsurers.

23 2. Retain a per-loss occurrence that does not exceed
24 \$350,000.

25 (5) A corporation not for profit self-insurance fund formed
26 under this section, which is hereby deemed to be an association
27 in compliance with s. 627.654, may purchase for its members, on
28 a group basis, any one or more policies of health, accident, or
29 hospitalization coverage, if:

30 (a) An insurance policy purchased to provide coverage under
31 this subsection is purchased only from an authorized insurance
32 company that participates in the Florida Life and Health
33 Insurance Guaranty Association and the policy forms have been
34 filed with and approved by the office;

35 (b) The corporation not for profit self-insurance fund
36 retains no risk related to coverage provided under this
37 subsection;

38 (c) An insurance policy purchased to provide coverage under
39 this subsection is not subject to the restrictions relating to
40 the premium rates for small employer groups under chapter 627;
41 and



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42 (d) The premium paid for an insurance policy purchased
43 pursuant to paragraph (a) does not count toward the \$5 million
44 requirement in paragraph (1)(a).

45
46 An individual not-for-profit entity participating as a member of
47 the association for the purchase of a master health, accident,
48 or hospitalization policy by the association under this
49 subsection may retain its individual insurance agent and the
50 agent shall be deemed an additional agent of record for the
51 master policy issued to the association.

52
53 ===== T I T L E A M E N D M E N T =====

54 And the title is amended as follows:

55 Between lines 5 and 6

56 insert:

57 amending s. 624.4625, F.S.; authorizing corporation
58 not for profit self-insurance funds that are required
59 to maintain a continuing program of excess insurance
60 coverage and reserve evaluation to purchase excess
61 insurance from eligible surplus lines insurers or
62 reinsurers; authorizing certain corporation not for
63 profit self-insurance funds to purchase certain group
64 insurance coverage for its members; providing
65 requirements and conditions relating to such
66 purchases;