

By Senator Diaz de la Portilla

40-00953-15

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1 A bill to be entitled
 2 An act relating to reciprocal insurers; amending s.
 3 629.271, F.S.; authorizing a reciprocal insurer to
 4 distribute a portion of unassigned funds up to a
 5 specified limit if approved by the Office of Insurance
 6 Regulation; providing that such distribution may not
 7 unfairly discriminate between classes of risks or
 8 policies or between subscribers; providing an
 9 effective date.

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 11 Be It Enacted by the Legislature of the State of Florida:

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 13 Section 1. Section 629.271, Florida Statutes, is amended to
 14 read:

15 629.271 Distribution of savings.—

16 (1) A reciprocal insurer may distribute ~~from time to time~~
 17 ~~return~~ to its subscribers:

18 (a) Any unused premiums, savings, or credits accruing to
 19 the subscribers' ~~their~~ accounts.

20 (b) A portion of unassigned funds, which may be up to 10
 21 percent of the surplus, if such distribution is approved in
 22 writing by the office and does not exceed 50 percent of net
 23 income from the previous calendar year.

24 (2) A ~~Any such~~ distribution under this section may ~~shall~~
 25 not unfairly discriminate between classes of risks, or policies,
 26 or between subscribers, but ~~such distribution~~ may vary as to
 27 classes of subscribers based upon the experience of such
 28 classes.

29 Section 2. This act shall take effect July 1, 2015.