



911596

LEGISLATIVE ACTION

|            |   |       |
|------------|---|-------|
| Senate     | . | House |
| Comm: RCS  | . |       |
| 01/27/2016 | . |       |
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The Committee on Banking and Insurance (Richter) recommended the following:

**Senate Amendment (with title amendment)**

Before line 36

insert:

Section 1. Subsection (8) of section 627.0651, Florida Statutes, is amended to read:

627.0651 Making and use of rates for motor vehicle insurance.—

(8) Rates are not unfairly discriminatory if averaged



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10 broadly among members of a group; nor are rates unfairly  
11 discriminatory even though they are lower than rates for  
12 nonmembers of the group. However, such rates are unfairly  
13 discriminatory if they are not actuarially measurable and  
14 credible and sufficiently related to actual or expected loss and  
15 expense experience of the group so as to assure that nonmembers  
16 of the group are not unfairly discriminated against. Use of a  
17 single United States Postal Service zip code as a rating  
18 territory shall be deemed unfairly discriminatory unless filed  
19 pursuant to paragraph (1) (a) and the territory incorporates  
20 sufficient actual or expected loss and loss adjustment expense  
21 experience so as to be actuarially measurable and credible. The  
22 office shall ensure that any rate filing resulting from the use  
23 of a single zip code as a rating territory does not contain a  
24 rate or rate change that is excessive, inadequate, or unfairly  
25 discriminatory.

26  
27 ===== T I T L E   A M E N D M E N T =====

28 And the title is amended as follows:

29       Delete line 2

30 and insert:

31       An act relating to automobile insurance; amending s.  
32       627.0651, F.S.; providing an exception to a provision  
33       that deems use of a single zip code as a rating  
34       territory for insurance rates to be unfairly  
35       discriminatory; requiring the Office of Insurance  
36       Regulation to ensure that rates or rate changes  
37       contained in certain rate filings are not excessive,  
38       inadequate, or unfairly discriminatory; amending s.