



125834

LEGISLATIVE ACTION

Senate	.	House
Comm: RCS	.	
01/25/2016	.	
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The Committee on Commerce and Tourism (Richter) recommended the following:

1 **Senate Amendment (with title amendment)**

2
3 Delete lines 111 - 121

4 and insert:

5 insurer shall calculate an adjusted statutory or unearned
6 premium reserve as of the effective date of redomestication to
7 this state. The adjusted statutory or unearned premium reserve
8 shall be calculated as if subsections (1) and (2) had been in
9 effect as to the insurer's foreign statutory premium reserve for



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10 all years beginning 20 years before the effective date of
11 redomestication. For purposes of calculating the adjusted
12 statutory or unearned premium reserve, the balance of the
13 insurer's foreign statutory premium reserve as of the date 20
14 years before the redomestication shall be \$0. If the adjusted
15 statutory or unearned premium reserve exceeds the aggregate
16 amount set aside for statutory or unearned premiums in the
17 insurer's annual statement on file with the office on the date
18 of redomestication, the insurer shall, out of total charges for
19 policies of title insurance, increase its statutory or unearned
20 premium reserve by an amount equal to one-sixth of that excess
21 in each of the succeeding 6 years, commencing with the calendar
22 year that includes the redomestication, until the entire excess
23 has been added. If the adjusted statutory or unearned premium
24 reserve is less than the aggregate amount set aside for
25 statutory or unearned premiums in the insurer's annual statement
26 on file with the office on the date of redomestication, the
27 insurer may release the excess into surplus ~~statutory or~~
28 ~~unearned premium reserve shall be the amount required by the~~
29 ~~laws of the state of the title insurer's former state of~~
30 ~~domicile as of the date of transfer of domicile and shall be~~
31 ~~released from reserve according to the requirements of law in~~
32 ~~effect in the former state at the time of domicile. On or after~~
33 ~~January 1, 2014, for new business written after the effective~~
34 ~~date of the transfer of domicile to this state, the domestic~~
35 ~~title insurer shall add to and set aside in the statutory or~~
36 ~~unearned premium reserve such amount as provided in subsection~~
37 ~~(1).~~
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39 ===== T I T L E A M E N D M E N T =====

40 And the title is amended as follows:

41 Delete line 6

42 and insert:

43 released; revising premium reserve requirements and

44 calculations for a title