

1 A bill to be entitled
 2 An act relating to Florida Life and Health Insurance
 3 Guaranty Association; amending s. 631.717, F.S.;
 4 specifying the maximum liability of the association
 5 for certain health insurance policies; amending s.
 6 631.718, F.S.; increasing the Class A assessment
 7 amount for member insurers; providing an effective
 8 date.

9
 10 Be It Enacted by the Legislature of the State of Florida:

11
 12 Section 1. Subsection (9) of section 631.717, Florida
 13 Statutes, is amended to read:

14 631.717 Powers and duties of the association.—

15 (9) The association's liability for the contractual
 16 obligations of the insolvent insurer shall be as great as, but
 17 no greater than, the contractual obligations of the insurer in
 18 the absence of such insolvency, unless such obligations are
 19 reduced as permitted by subsection (4), but the aggregate
 20 liability of the association with respect to one life may ~~shall~~
 21 not exceed the following:

22 (a) For life insurance, \$100,000 in net cash surrender and
 23 net cash withdrawal values. ~~for life insurance,~~

24 (b) For deferred annuity contracts, \$250,000 in net cash
 25 surrender and net cash withdrawal values. ~~for deferred annuity~~

26 ~~contracts, or~~

27 (c) For all benefits, \$300,000, including cash values,
 28 except as provided in paragraph (d) \$300,000 for all benefits
 29 ~~including cash values, with respect to any one life.~~

30 (d) For health insurance, \$500,000.

31
 32 ~~In no event shall~~ The association is not ~~be~~ liable for any
 33 penalties or interest.

34 Section 2. Paragraph (a) of subsection (3) of section
 35 631.718, Florida Statutes, is amended to read:

36 631.718 Assessments.—

37 (3) (a) The amount of any Class A assessment shall be
 38 determined by the board and may be made on a non-pro rata basis.
 39 The assessment may not be credited against future insolvency
 40 assessments and may not exceed \$500 ~~\$250~~ per member insurer in
 41 any one calendar year.

42 Section 3. This act shall take effect July 1, 2017.