

Amendment No.

CHAMBER ACTION

Senate

House

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Representative Santiago offered the following:

**Amendment (with title amendment)**

Between lines 152 and 153, insert:

Section 2. Subsection (1) of section 624.407, Florida Statutes, is amended to read:

624.407 Surplus required; new insurers.—

(1) To receive authority to transact any one kind or combinations of kinds of insurance, as defined in part V of this chapter, an insurer applying for its original certificate of authority in this state shall possess surplus as to policyholders at least the greater of:

(a) For a property and casualty insurer, \$5 million, or

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14 \$2.5 million for any other insurer;

15 (b) For life insurers, 4 percent of the insurer's total  
16 liabilities;

17 (c) For life and health insurers, 4 percent of the  
18 insurer's total liabilities, plus 6 percent of the insurer's  
19 liabilities relative to health insurance;

20 (d) For all insurers other than life insurers and life and  
21 health insurers, 10 percent of the insurer's total liabilities;

22 (e) Notwithstanding paragraph (a) or paragraph (d), for a  
23 domestic insurer that transacts residential property insurance  
24 and is:

25 1. Not a wholly owned subsidiary of an insurer domiciled  
26 in any other state, \$15 million.

27 2. A wholly owned subsidiary of an insurer domiciled in  
28 any other state, \$50 million; ~~or~~

29 (f) Notwithstanding paragraphs (a), (d), and (e), for a  
30 domestic insurer that only transacts limited sinkhole coverage  
31 insurance for personal lines residential property pursuant to s.  
32 627.7151, \$7.5 million; or

33 (g) Notwithstanding paragraphs (a), (d), and (e), for an  
34 insurer that only transacts residential property insurance in  
35 the form of renter's insurance, tenant's coverage, cooperative  
36 unit owner insurance, or any combination thereof, \$10 million.

37 Section 3. Paragraph (i) is added to subsection (1) of  
38 section 624.408, Florida Statutes, to read:

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39 624.408 Surplus required; current insurers.—

40 (1) To maintain a certificate of authority to transact any  
41 one kind or combinations of kinds of insurance, as defined in  
42 part V of this chapter, an insurer in this state must at all  
43 times maintain surplus as to policyholders at least the greater  
44 of:

45 (i) Notwithstanding paragraphs (e), (f), and (g), for an  
46 insurer that only transacts residential property insurance in  
47 the form of renter's insurance, tenant's coverage, cooperative  
48 unit owner insurance, or any combination thereof, \$10 million.

49  
50 The office may reduce the surplus requirement in paragraphs (f)  
51 and (g) if the insurer is not writing new business, has premiums  
52 in force of less than \$1 million per year in residential  
53 property insurance, or is a mutual insurance company.

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56 **T I T L E A M E N D M E N T**

57 Remove line 5 and insert:  
58 premiums; amending ss. 624.407 and 624.408, F.S.;  
59 specifying the minimum surplus as to policyholders for  
60 insurers that only transact in specified forms of  
61 residential property insurance; amending s. 625.012,  
62 F.S.; revising the

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