



528356

LEGISLATIVE ACTION

Senate	.	House
Comm: RCS	.	
04/06/2017	.	
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The Committee on Appropriations (Brandes) recommended the following:

Senate Amendment (with title amendment)

Between lines 189 and 190
insert:

Section 3. Paragraph (c) of subsection (8) of section
624.424, Florida Statutes, is amended to read:

624.424 Annual statement and other information.-

(8)

(c) The board of directors of an insurer shall hire the
certified public accountant that prepares the audit required by



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11 this subsection and the board shall establish an audit committee
12 of three or more directors of the insurer or an affiliated
13 company. The audit committee shall be responsible for discussing
14 audit findings and interacting with the certified public
15 accountant with regard to her or his findings. The audit
16 committee shall be comprised ~~solely~~ of members who are free from
17 any relationship that, in the opinion of its board of directors,
18 would interfere with the exercise of independent judgment as a
19 committee member. The audit committee shall report to the board
20 any findings of adverse financial conditions or significant
21 deficiencies in internal controls that have been noted by the
22 accountant. The insurer may request the office to waive this
23 requirement of the audit committee membership based upon unusual
24 hardship to the insurer.

25

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

27 And the title is amended as follows:

28 Between lines 10 and 11

29 insert:

30 amending s. 624.424, F.S.; revising a requirement for
31 audit committees established by the boards of
32 directors of insurers, relating to relationships that
33 would interfere with the exercise of independent
34 judgment of committee members;