



145570

LEGISLATIVE ACTION

Senate	.	House
Comm: WD	.	
02/20/2018	.	
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The Committee on Banking and Insurance (Brandes) recommended the following:

Senate Amendment (with directory and title amendments)

Between lines 14 and 15

insert:

(4) REIMBURSEMENT CONTRACTS.—

(b)1. The contract must ~~shall~~ contain a promise by the board to reimburse the insurer for 45 percent, 75 percent, or 90 percent of its losses from each covered event in excess of the insurer's retention, plus the equivalent percentage ~~5 percent~~ of the reimbursed losses paid by the Citizens Property Insurance



11 Corporation to cover loss adjustment expenses, not to exceed 15
12 percent.

13 2. The insurer must elect one of the percentage coverage
14 levels specified in this paragraph and may, upon renewal of a
15 reimbursement contract, elect a lower percentage coverage level
16 if no revenue bonds issued under subsection (6) after a covered
17 event are outstanding, or elect a higher percentage coverage
18 level, regardless of whether or not revenue bonds are
19 outstanding. All members of an insurer group must elect the same
20 percentage coverage level. Any joint underwriting association,
21 risk apportionment plan, or other entity created under s.
22 627.351 must elect the 90-percent coverage level.

23 3. The contract must ~~shall~~ provide that reimbursement
24 amounts shall not be reduced by reinsurance paid or payable to
25 the insurer from other sources.

26
27 ===== D I R E C T O R Y C L A U S E A M E N D M E N T =====

28 And the directory clause is amended as follows:

29 Delete lines 12 - 13

30 and insert:

31 Section 1. Paragraph (b) of subsection (4) and paragraph
32 (b) of subsection (5) of section 215.555, Florida Statutes, are
33 amended to read:

34
35 ===== T I T L E A M E N D M E N T =====

36 And the title is amended as follows:

37 Delete line 3

38 and insert:

39 Fund; amending s. 215.555, F.S.; revising requirements



40 for loss adjustment expense reimbursements in
41 reimbursement contracts between insurers and the State
42 Board of Administration; deleting the cash