
The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Mary Dozier O'Brien.

DIGEST

Present law includes as admitted assets of an insurer any electronic and mechanical machines constituting a data processing and accounting system provided the cost is at least \$10,000 which costs are amortized in full over a period not to exceed 10 years.

Proposed law eliminates "mechanical machines" and includes as admitted assets electronic data processing equipment as defined in the NAIC Accountancy and Procedures Manual.

Proposed law removes any qualifications on the cost and on the value of such data processing equipment, in order to be an admitted asset.

Present law provides that the presumption of control of an insurer in an insurance holding company may be overcome by use of a disclaimer. Proposed law deletes provision for use of disclaimers and allows the presumption of control to be rebutted by a showing that control does not exist in fact.

Present law provides for a disclaimer of affiliation with an insurer, and authorizes the commissioner of insurance to disallow the disclaimer after furnishing all parties in interest notice and opportunity to be heard and after making specific findings of fact to support disallowance.

Proposed law removes this provision and requires a person filing a disclaimer to notify the commissioner of any material change to the affiliations and relationships as reported in the disclaimer within 30 days of the change.

Effective August 15, 2010.

(Amends R.S. 22:598(11), 692(3), and 703(K))