

2020 Regular Session

HOUSE BILL NO. 818

BY REPRESENTATIVES ZERINGUE AND BISHOP

INSURANCE/GROUP: Provides relative to high net worth insured

1 AN ACT

2 To amend and reenact R.S. 22:2061.1(A), relative to insureds with a high net worth; to
3 provide for procedures to evaluate net worth; to provide for applicability relative to
4 group policies; and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 22:2061.1(A) is hereby amended and reenacted to read as follows:

7 §2061.1. Net worth exclusion

8 A. For purposes of this Part, "high net worth insured" shall mean any
9 policyholder or named insured, other than any state or local governmental agency or
10 subdivision thereof, whose net worth exceeds twenty-five million dollars on
11 December thirty-first of the year prior to the year in which the insurer becomes an
12 insolvent insurer if an insured's net worth on that date shall be deemed to include the
13 aggregate net worth of the insured and all of its subsidiaries and affiliates as
14 calculated on a consolidated basis. The consolidated net worth of the insured and all
15 of its affiliates shall be calculated on the basis of their fair market values. The
16 members of a group self-insurance fund formed pursuant to R.S. 23:1191 et seq.
17 shall not be deemed to be affiliates of the fund, and shall not be included in the
18 determination of the net worth of the fund. For the purposes of this Section, a group
19 self-insurance fund, and each individual member of the fund upon whose behalf a
20 claim is submitted, shall be deemed to be policyholders or named insureds of any

