

HOUSE SUMMARY OF SENATE AMENDMENTS

House Bill No. 1191 by Representative Thibaut

INSURANCE DEPARTMENT: Provides relative to holding companies

Synopsis of Senate Amendments

1. Clarifies that proposed law shall become effective for the 2014 calendar year reporting cycle.
2. Corrects citations referenced by proposed law.
3. Clarifies language relative to property, changing the modifying language from "real or tangible" to "immovable or corporeal".
4. Makes technical changes.

Digest of Bill as Finally Passed by Senate

Proposed law provides for definitions relative to insurance holding company systems.

Present law provides that a domestic insurer may organize or acquire one or more subsidiaries, and that such subsidiaries have the authority to conduct any kind of business.

Proposed law restates present law.

Present law provides relative to a domestic insurer's authority to make investments using common stock, preferred stock, debt obligations, and other securities.

Proposed law restates present law.

Present law requires an insurer who ceases to control a subsidiary to dispose of any investment in that subsidiary within a three-year period.

Proposed law restates present law.

Present law prohibits any person from making an offer of acquisition, agreement to merge, or other attempt to acquire a domestic insurer without first filing a statement to the commissioner which includes the contents required by present law.

Proposed law restates present law, and further adds additional filing requirements for controlling persons of domestic insurers.

Proposed law clarifies who shall be considered a controlling person for purposes of proposed law.

Present law provides relative to public hearings for persons who have submitted filings, which were subsequently denied.

Proposed law restates present law and makes clarifications.

Proposed law provides for a pre-acquisition notification to be filed with the commissioner and what shall be contained in the notification.

Proposed law establishes a notice requirement for acquisition hearings.

Proposed law adds a provision for acquisitions which occur as a result of an inheritance.

Proposed law provides for management of domestic insurers subject to registration.

Proposed law adds a provision for the commissioner to participate in a supervisory college for any domestic insurer that is part of an insurance holding company system with international operations.

Proposed law grants the commissioner the authority to issue cease and desist orders to persons who violate the provisions of proposed law.

Proposed law shall commence effectivity beginning with the 2014 calendar year reporting cycle.

(Adds R.S. 22:691.1-691.27; Repeals R.S. 22:691-694)