HOUSE SUMMARY OF SENATE AMENDMENTS

HB 520

2016 Regular Session

Chad Brown

INSURANCE: Provides for deposits made by certain foreign insurers applying for admission in Louisiana

Synopsis of Senate Amendments

- 1. Removes requirement that foreign insurers make a supplemental deposit for the benefit of policyholders and creditors.
- 2. Requires foreign insurers applying for admission in Louisiana to follow the laws of their domiciliary state in making a required deposit of not less than \$100,000 as part of the requirements for applying for a certificate of authority to transact business in Louisiana.

Digest of Bill as Finally Passed by Senate

<u>Present law</u> requires a foreign insurer applying for a certificate of authority to transact business in Louisiana deliver a certificate to the commissioner showing that a deposit of not less than \$100,000 has been made in the domiciliary state of the insurer for the benefit and protection of all policyholders and as protection for all creditors of the insurer.

<u>Proposed law</u> changes <u>present law</u> by requiring that the deposit be made in compliance with the laws of the domiciliary state, rather than for the benefit and protection of all policyholders and as protection for all creditors of the insurer.

(Amends R.S. 22:332(A)(13))