

ENROLLED SENATE
CONCURRENT
RESOLUTION NO. 53

By: Stipe of the Senate

and

Kinnamon of the House

A Concurrent Resolution encouraging the Board of Managers of the State Insurance Fund to immediately evaluate other methods of doing business; encouraging the Board to enter into confidentiality agreements for certain purposes to the extent allowed by law; encouraging the Board to obtain certain opinions regarding fairness to policyholders and claimants; and directing distribution.

WHEREAS, during the course of the debate on House Bill No. 1771 of the 1st Session of the 47th Oklahoma Legislature, it was represented that the State Insurance Fund has a large amount of loss reserves, catastrophic and contingency funds, and surplus, and is in a very strong financial position; and

WHEREAS, dependent upon the condition of the State Insurance Fund, certain opportunities may exist whereby alternative methods of conducting the business of the Fund may be available.

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF THE 1ST SESSION OF THE 47TH OKLAHOMA LEGISLATURE, THE HOUSE OF REPRESENTATIVES CONCURRING THEREIN:

THAT the Board of Managers of the State Insurance Fund is encouraged to immediately evaluate the feasibility of alternative methods of conducting the business of the Fund and make a report of its findings available to the Legislature and public. These methods should include, but are not limited to, entering into a loss portfolio transfer of some or all of the current loss reserves and the sale of all or part of its existing book of business.

THAT recognizing that the transactions of the Board of Managers of the State Insurance Fund are sophisticated business transactions involving proprietary information, including models and analysis critical to determining the value of the Fund and its assets, the Board is encouraged to execute any confidentiality agreements it deems appropriate with parties interested in such transactions and to maintain the confidentiality of any information received pursuant to such agreements to the extent allowed by law.

THAT the Board of Managers of the State Insurance Fund is encouraged to obtain the opinion of one or more investment banking firm, actuarial consulting firm, or other independent firm regarding the fairness of any proposed transaction to the policyholders of the Fund and claimants to the benefits provided under the policies of insurance issued by the Fund.

THAT copies of this resolution shall be distributed to the Board of Managers of the State Insurance Fund.

Adopted by the Senate the 27th day of May, 1999.

President of the Senate

Adopted by the House of Representatives the 28th day of May, 1999.

Speaker of the House of Representatives