

1 insurance that the entity transacts. Such an entity shall be
2 eligible to qualify for and hold a certificate of authority to
3 transact insurance in this state.

4 B. ~~An~~ Notwithstanding subsection A of this section, an entity
5 organized pursuant to the Interlocal Cooperation Act that ~~transacts~~
6 ~~insurance~~ insures an Oklahoma educational institution and has within
7 a twelve-month period received premiums or contributions of any
8 amount for any kind of insurance that the ~~entity~~ interlocal entity
9 transacts shall have an annual audit by an independent certified
10 public accountant and shall file an audited financial report by an
11 independent certified public accountant with the Insurance
12 Commissioner within one hundred eighty (180) days immediately
13 following the close of the ~~Interlocal's~~ interlocal entity's fiscal
14 year. The annual audited financial report shall be presented in
15 conformity with accounting principles generally accepted in the
16 United States of America and include:

17 1. The report of an independent certified public accountant in
18 accordance with accounting principles generally accepted in the
19 United States of America;

20 2. A balance sheet reporting assets, liabilities and equity;

21 3. A statement of operations;

22 4. A statement of cash flows;

23 5. A statement of changes in assets, liabilities and equity;

24 and

1 6. Footnotes to financial statements.

2 C. Extensions of the filing date may be granted by the
3 Commissioner for thirty-day periods upon a showing by the ~~Interlocal~~
4 Cooperative interlocal entity and its independent certified public
5 accountant of the reasons for requesting an extension and
6 determination by the Commissioner of good cause for an extension.
7 The request for extension must be submitted in writing not less than
8 ten (10) days prior to the due date in sufficient detail to permit
9 the Commissioner to make an informed decision with respect to the
10 requested extension.

11 D. The Commissioner may assess a fine for failure to file the
12 required annual audit in an amount of not more than Five Hundred
13 Dollars (\$500.00) per day.

14 E. The audited financial reports required herein are subject to
15 public inspection pursuant to the Oklahoma Open Records Act.

16 SECTION 2. This act shall become effective November 1, 2014.

17
18 COMMITTEE REPORT BY: COMMITTEE ON INSURANCE, dated 02/24/2014 - DO
19 PASS, As Amended and Coauthored.