

**BILL SUMMARY**  
1<sup>st</sup> Session of the 56<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB2234</b>
<b>Version:</b>	<b>CCS</b>
<b>Request Number:</b>	<b>7878</b>
<b>Author:</b>	<b>Mulready</b>
<b>Date:</b>	<b>5/15/2017</b>
<b>Impact:</b>	<b>Please see previous summary of this measure</b>

**Research Analysis**

The conference committee substitute for HB 2234 updates Title 36, Article 16A – Subsidiaries of Insurers, to compliance with the current (2010) NAIC Model Holding Company Act, currently adopted by all but 3 states. Changes to statute include:

- new definitions for *group-wide supervisor* and *internationally active insurance group*;
- clarification of authority of an insurer to invest in a subsidiary;
- additional reporting requirements in cases of acquisition of, or merger with, a domestic insurer;
- clarification of notice requirements in acquisition of certain insurers;
- requiring all insurers to report dividends and other distributions to shareholders within two days of declaration;
- authorizes the Insurance Commissioner to order an insurer to produce information that is not in the insurer's possession, but to which it has the ability to gain access;
- authorizes the commissioner to act as a group-wide supervisor for any internationally active insurance group, or to acknowledge another official as group-wide supervisor;
- increases certain penalties and fines;
- authorizes the commissioner to suspend, revoke, or refuse to renew an insurer's license for violations of the act;
- provides for appeal to Oklahoma County district court.

The measure repeals Sections 1651 through 1663 of Title 36, which constitute the currently-adopted NAIC model act.

Prepared By: Sean Webster

**Fiscal Analysis**

The measure is currently under review and impact information will be completed.

Prepared By: Mark Tygret

**Other Considerations**

None.

