

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 1829</b>
<b>Version:</b>	<b>Engrossed</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Stanislawski (S), Sims (H)</b>
<b>Date:</b>	<b>4/30/2020</b>
<b>Impact:</b>	<b>Please see previous summary of this measure</b>

**Research Analysis**

SB 1829 set conditions that must be met for reinsurance credit to be granted to an assuming insurer. The conditions set require an assuming insurer to:

- Have its head office domiciled and licensed in a reciprocal jurisdiction, with *reciprocal jurisdiction* defined as a non-U.S. jurisdiction that is either subject to a U.S.-covered agreement or is a member of the European Union, a U.S. jurisdiction that meets National Association of Insurance Commissioners accreditation standards, or a qualified jurisdiction as determined by the Insurance Commissioner,
- Maintain a minimum capital and surplus,
- Maintain a minimum solvency or capital ratio, and
- Provide assurance to the Insurance Commissioner including information regarding notice protocols if minimum balances fall below threshold, consent to the jurisdiction of state courts, security amounts, and other documentation.

The Commissioner is directed to publish a list of reciprocal jurisdictions and a list of assuming insurers that have met the conditions set forth in the act and to which cessions will be granted credit. The Commissioner may revoke assuming insurer eligibility, in which case no credit may be granted for any reinsurance agreement. A ceding insurer may seek a court order for a security against an assuming insurer.

Prepared By: Anna Rouw

**Fiscal Analysis**

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

Prepared By: Mark Tygret

**Other Considerations**

None.