

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1993

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HOUSE BILL 606*
Committee Substitute Favorable 5/4/93

Short Title: Reinsurer Accreditation Fee.

(Public)

Sponsors:

Referred to:

March 29, 1993

A BILL TO BE ENTITLED
AN ACT TO ESTABLISH A FEE FOR THE ACCREDITATION AND RENEWAL
OF ACCREDITATION OF REINSURANCE COMPANIES.

The General Assembly of North Carolina enacts:

Section 1. G.S. 58-7-21(b)(2) reads as rewritten:

"(2) Credit shall be allowed when the reinsurance is ceded to an assuming insurer that is accredited as a reinsurer in this State. An accredited reinsurer is one that:

- a. Files with the Commissioner evidence of its submission to this State's jurisdiction;
- b. Submits to this State's authority to examine its books and records;
- c. Is licensed to transact insurance or reinsurance in at least one state, or in the case of a United States branch of an alien assuming insurer is entered through and licensed to transact insurance or reinsurance in at least one state;
- d. Files annually with the Commissioner a copy of its annual statement filed with the insurance regulator of its state of ~~domicile and domicile~~, a copy of its most recent audited financial ~~statement; statement~~, and a fee of five hundred dollars (\$500.00); and either
 - 1. Maintains a policyholders' surplus in an amount that is not less than twenty million dollars (\$20,000,000) and

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- 1 whose accreditation has not been denied by the
2 Commissioner within 90 days after its submission; or
3 2. Maintains a policyholders' surplus in an amount less than
4 twenty million dollars (\$20,000,000) and whose
5 accreditation has been approved by the Commissioner.
6 No credit shall be allowed a domestic ceding
7 insurer if the assuming insurer's accreditation
8 has been revoked by the Commissioner after
9 notice and opportunity for a hearing."
10 Sec. 2. This act is effective upon ratification.