

Fifty-first Legislature
Second Regular Session

COMMITTEE ON INSURANCE AND RETIREMENT

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2121

(Reference to printed bill)

- 1 Page 2, strike lines 26 through 45

2 Page 3, strike lines 1 through 29

3 Renumber to conform

4 Page 6, strike lines 38 through 45

5 Page 7, strike lines 1 through 39, insert:

6 "Sec. 5. Section 20-415, Arizona Revised Statutes, is amended to
7 read:

8 20-415. Statement of surplus lines insurance business
9 transacted by broker: reporting periods

10 A. Each surplus lines broker shall file ~~semiannually~~ with the director
11 a statement of all surplus lines insurance business covering Arizona
12 ~~single-state~~ risks transacted by the broker during the period for which the
13 statement is being filed. The statement shall be on a form prescribed by the
14 director and shall show:

15 1. Gross amount of each kind of insurance transacted.
16 2. Aggregate gross premiums charged.
17 3. Aggregate of return premiums paid to insureds.
18 4. Aggregate of net premiums.
19 5. Such additional information as may reasonably be required by the
20 director.

21 B. The statement required by subsection A of this section is due on or
22 before February 15 of each year for the preceding July through December and
23 on or before August 15 of each year for the preceding January through June
24 for business covering Arizona single-state risks, EXCEPT THAT FOR MULTISTATE
25 TRANSACTIONS OCCURRING ON OR BEFORE DECEMBER 31, 2014, THE STATEMENT SHALL BE
26 DUE ON OR BEFORE THE DATE SPECIFIED IN SUBSECTION D OF THIS SECTION.

27 C. IF A CLEARINGHOUSE IS ESTABLISHED, IS IN OPERATION AND IF THE
28 DIRECTOR ENTERS INTO A MULTISTATE AGREEMENT OR COMPACT PURSUANT TO SECTION

1 20-416.01, each surplus lines broker shall file quarterly, with the
2 clearinghouse responsible for administering the compact or multistate
3 agreement ~~entered into by the director pursuant to section 20-416.01~~, a
4 notarized statement of all surplus lines insurance business covering
5 multistate risks transacted by the broker on behalf of insureds whose home
6 state is Arizona during the calendar quarter for which the statement is being
7 filed. The statement shall be on a form prescribed by the clearinghouse and
8 shall include all information required by the clearinghouse. A facsimile of
9 the original notarized statement may be submitted in lieu of the original
10 notarized statement. The broker shall maintain the original notarized
11 statement for a period of six years after the calendar year in which the
12 statement was filed.

13 D. The statement required by subsection C of this section is due on or
14 before February 15 for the quarter ending the preceding December 31, May 15
15 for the quarter ending the preceding March 31, August 15 for the quarter
16 ending the preceding June 30 and November 15 for the quarter ending the
17 preceding September 30.

18 Sec. 6. Title 20, chapter 2, article 5, Arizona Revised Statutes, is
19 amended by adding section 20-423, to read:

20 20-423. Application of other laws

21 TO THE EXTENT PERMITTED BY THIS ARTICLE, SECTION 20-142, SUBSECTION E
22 APPLIES TO THIS ARTICLE."

23 Amend title to conform

and, as so amended, it do pass

PHIL LOVAS
Chairman

2121-ir
2/4/14
H:laa