

Amendment No. 1

COMMITTEE/SUBCOMMITTEE ACTION

ADOPTED	<u> </u>	(Y/N)
ADOPTED AS AMENDED	<u> </u>	(Y/N)
ADOPTED W/O OBJECTION	<u> </u>	(Y/N)
FAILED TO ADOPT	<u> </u>	(Y/N)
WITHDRAWN	<u> </u>	(Y/N)
OTHER	<u> </u>	

1 Committee/Subcommittee hearing bill: Regulatory Affairs
 2 Committee
 3 Representative Santiago offered the following:

Amendment (with title amendment)

Between lines 33 and 34, insert:

8 Section 1. Subsection (8) of section 627.0651, Florida
 9 Statutes, is amended to read:

10 627.0651 Making and use of rates for motor vehicle
 11 insurance.—

12 (8) Rates are not unfairly discriminatory if averaged
 13 broadly among members of a group; nor are rates unfairly
 14 discriminatory even though they are lower than rates for
 15 nonmembers of the group. However, such rates are unfairly
 16 discriminatory if they are not actuarially measurable and
 17 credible and sufficiently related to actual or expected loss and

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18 expense experience of the group so as to assure that nonmembers
19 of the group are not unfairly discriminated against. Use of a
20 single United States Postal Service zip code as a rating
21 territory shall be deemed unfairly discriminatory unless filed
22 pursuant to paragraph (1) (a) and the justification for its rate
23 incorporates sufficient actual or expected loss and loss
24 adjustment expense experience so as to be actuarially sound. The
25 office shall require that any rate filing resulting from the use
26 of a single zip code as a rating territory does not contain a
27 rate or rate change that is excessive, inadequate, or unfairly
28 discriminatory.

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31 **T I T L E A M E N D M E N T**

32 Between lines 2 and 3, insert:

33 627.0651, F.S.; providing an exception to a provision that deems
34 use of a single zip code as a rating territory for insurance
35 rates to be unfairly discriminatory; requiring the Office of
36 Insurance Regulation to ensure that rates or rate changes
37 contained in certain rate filings are not excessive, inadequate,
38 or unfairly discriminatory; amending s.