## Florida Senate - 2006

## CS for SB 1012

By the Committee on Banking and Insurance; and Senator Geller

597-2217-06

1	A bill to be entitled
2	An act relating to insurance risk
3	apportionment; amending s. 627.351, F.S.;
4	requiring the board of governors of Citizens
5	Property Insurance Corporation to certify
6	deficits resulting from named hurricanes and
7	tropical storms; requiring the Revenue
8	Estimating Conference to determine net
9	increases in tax revenues resulting from such
10	impacts; directing the Chief Financial Officer
11	to transfer moneys from the General Revenue
12	Fund to the corporation, the Florida Hurricane
13	Catastrophe Fund, and the Executive Office of
14	the Governor for certain purposes; providing
15	for the disposition of revenues when the
16	corporation does not sustain a deficit;
17	providing applicability; providing an effective
18	date.
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20	Be It Enacted by the Legislature of the State of Florida:
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22	Section 1. Paragraph (s) is added to subsection (6) of
23	section 627.351, Florida Statutes, to read:
24	627.351 Insurance risk apportionment plans
25	(6) CITIZENS PROPERTY INSURANCE CORPORATION
26	(s)1. If, during any calendar year, the corporation
27	sustains a deficit due to the impact of one or more named
28	hurricanes or tropical storms, including any deficit that
29	resulted from the impact of one or more named hurricanes or
30	tropical storms during the previous calendar year but that was
31	not realized until the current calendar year, the board of

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1 governors shall certify the amount of the deficit to the 2 Revenue Estimating Conference by March 15 of the following <u>calendar year.</u> 3 4 2. The Revenue Estimating Conference shall, by July 1 following such certification, estimate the net increased 5 6 revenues accruing to the General Revenue Fund from taxes 7 imposed under chapter 212 for the fiscal year during which the impact occurred and for the following fiscal year, which 8 increase is attributable to such impact. 9 3.a. The Chief Financial Officer shall, by July 31 10 following such certification, transfer from moneys in the 11 12 General Revenue Fund in an amount equal to the increased 13 revenues estimated by the Revenue Estimating Conference under subparagraph 2., as follows: 14 (I) Forty percent to the corporation to be used to 15 offset assessments that would otherwise have been made against 16 17 assessable insurers and insureds under this subsection. 18 (II) Forty percent to the Florida Hurricane Catastrophe Fund. 19 (III) Twenty percent to the Executive Office of the 20 21 Governor for purposes of funding the housing retrofit program 2.2 to be administered by the office. 23 b. If the increased revenues estimated under subparagraph 2. are greater than the certified deficit, or if 2.4 the corporation does not sustain a deficit, the Chief 25 Financial Officer shall transfer an amount equal to such 26 27 revenues from the General Revenue Fund as follows: 2.8 (I) Eighty percent to the Florida Hurricane Catastrophe Fund. 29 30 31

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1	(II) Twenty percent to the Executive Office of the
2	Governor for the purpose of funding the housing retrofit
3	program to be administered by the office.
4	Section 2. <u>Subject to appropriations by the</u>
5	Legislature, the provisions of this act apply to the deficit
6	incurred by the corporation for fiscal years 2004 and 2005.
7	Section 3. This act shall take effect upon becoming a
8	law.
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10	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR
11 12	<u>Committee Substitute for Senate Bill 1012</u>
	Changes the empirit of estimated revenues allegated to the
13 14	Changes the amount of estimated revenues allocated to the Citizens Property Insurance Corporation and the Florida Hurricane Catastrophe Fund.
14 15	Authorizes specified percentages of estimated revenues to be
15 16	allocated to the Citizens Property Insurance Corporation, the Florida Hurricane Catastrophe Fund, and the housing
17	retrofitting programs under the Office of the Governor, under specified circumstances.
18	Provides that subject to appropriations by the Legislature, the act's provisions apply to the deficit incurred by the
19	Citizens Property Insurance Corporation for fiscal years 2004 and 2005.
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