

By the Committee on Banking and Insurance; and Senator Montford

597-02118-15

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1 A bill to be entitled

2 An act relating to commercial insurer rate filing
3 procedures; amending s. 627.062, F.S.; restricting to
4 certain property rate filings a requirement that the
5 chief executive officer or chief financial officer and
6 chief actuary of a property insurer certify the
7 information contained in a rate filing; amending s.
8 627.0645, F.S.; exempting commercial nonresidential
9 multiperil insurance from annual base rate filing;
10 providing an effective date.

11
12 Be It Enacted by the Legislature of the State of Florida:

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14 Section 1. Paragraph (a) of subsection (8) of section
15 627.062, Florida Statutes, is amended to read:

16 627.062 Rate standards.—

17 (8) (a) The chief executive officer or chief financial officer of
18 a property insurer and the chief actuary of a property insurer
19 must certify under oath and subject to the penalty of perjury,
20 on a form approved by the commission, the following information,
21 which must accompany a property rate filing subject to paragraph
22 (2) (a):

23 1. The signing officer and actuary have reviewed the rate
24 filing;

25 2. Based on the signing officer's and actuary's knowledge,
26 the rate filing does not contain any untrue statement of a
27 material fact or omit to state a material fact necessary to make
28 the statements made, in light of the circumstances under which
29 such statements were made, not misleading;

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30 3. Based on the signing officer's and actuary's knowledge,
31 the information and other factors described in paragraph (2) (b),
32 including, but not limited to, investment income, fairly present
33 in all material respects the basis of the rate filing for the
34 periods presented in the filing; and

35 4. Based on the signing officer's and actuary's knowledge,
36 the rate filing reflects all premium savings that are reasonably
37 expected to result from legislative enactments and are in
38 accordance with generally accepted and reasonable actuarial
39 techniques.

40 Section 2. Subsection (1) of section 627.0645, Florida
41 Statutes, is amended to read:

42 627.0645 Annual filings.—

43 (1) Each rating organization filing rates for, and each
44 insurer writing, any line of property or casualty insurance to
45 which this part applies, except:

46 (a) Workers' compensation and employer's liability
47 insurance; or

48 (b) ~~Commercial property and casualty~~ Insurance as defined
49 in ss. 624.604 and 624.605, but limited to coverage of
50 commercial risks ~~s. 627.0625(1)~~ other than commercial
51 residential multiperil multiple line and commercial motor
52 vehicle,

53
54 shall make an annual base rate filing for each such line with
55 the office no later than 12 months after its previous base rate
56 filing, demonstrating that its rates are not inadequate.

57 Section 3. This act shall take effect July 1, 2015.