2013 SESSION

13-0347
01/04

HOUSE BILL   *401*

AN ACT   relative to property and casualty insurers under the risk-based capital law.

SPONSORS: Rep. Schlachman, Rock 18; Rep. Butler, Carr 7; Rep. John Hunt, Ches 11; Rep. Flanders, Belk 3

COMMITTEE: Commerce and Consumer Affairs

ANALYSIS

This bill clarifies the risk-based capital law as it applies to property and casualty insurers.

This bill is a request of the insurance department.

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Explanation: Matter added to current law appears in **bold italics.**
Matter removed from current law appears [in brackets and struckthrough.]
Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

13-0347
01/04

STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Thirteen

AN ACT   relative to property and casualty insurers under the risk-based capital law.

Be it Enacted by the Senate and House of Representatives in General Court convened:

1   110:1 Insurance; Risk-Based Capital for Insurers. Amend RSA 404-F:3, I(a)(1) and (2) to read as

2   follows:

3   (1)   The insurer's total adjusted capital is greater than or equal to its regulatory

4   action level RBC but less than its company action level RBC; [or]

5   (2)   If a life and/or health insurer, the insurer has total adjusted capital which is

6   greater than or equal to its company action level RBC but less than the product of its authorized

7   control level RBC and 2.5 and has a negative trend; ***or***

8   ***   (3)   If a property and casualty insurer, the insurer has total adjusted capital***

9   ***which is greater than or equal to its company action level RBC but less than the product of***

10   ***its authorized control level RBC and 3.0 and triggers the trend test determined in***

11   ***accordance with the trend test calculation included in the property and casualty RBC***

12   ***instructions;***

13   110:2 Effective Date. This act shall take effect 60 days after its passage.

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15   Approved: June 25, 2013

16   Effective Date: August 24, 2013