

ONE HUNDRED THIRD LEGISLATURE - SECOND SESSION - 2014
COMMITTEE STATEMENT
LB715

Hearing Date: Tuesday January 28, 2014
Committee On: Banking, Commerce and Insurance
Introducer: Gloor
One Liner: Add definitions relating to insurance

Roll Call Vote - Final Committee Action:
Advanced to General File

Vote Results:

Aye: 8 Senators Campbell, Carlson, Christensen, Garrett, Gloor, Howard, Pirsch, Schumacher

Nay:

Absent:

Present Not Voting:

Proponents:

Senator Mike Gloor
Bruce Ramge
Janis McKenzie

Representing:

Introducer
NE Department of Insurance
NE Insurance Federation

Opponents:

Representing:

Neutral:

Representing:

Summary of purpose and/or changes:

LB715 (Gloor), introduced at the request of the Director of Insurance, would amend section 44-5702 of the Producer-Controlled Property and Casualty Insurer Act and sections 44-6008 and 44-6016 of the Insurers and Health Organizations Risk-Based Capital Act. The bill would provide, section by section, as follows:

Section 1 would repeal an exemption for risk retention groups from the provisions of the Producer-Controlled Property and Casualty Insurer Act in section 44-5702 to apply the provisions of the act to risk retention groups.

Section 2 would amend section 44-6008 of the Insurers and Health Organizations Risk-Based Capital Act to apply the provisions of the act to risk retention groups.

Section 3 would amend section 44-6016 to increase the risk-based capital trend test trigger for life and health insurers from 2.5 to 3.0 and apply a trend test that would trigger a company action level event to health organizations.

Section 4 would repeal the original sections.
