

**AGENDA**  
**FINANCIAL SERVICES COMMISSION**  
Office of Insurance Regulation  
Materials Available on the Web at:  
[www.floir.com/fsc.aspx](http://www.floir.com/fsc.aspx)

**August 11, 2009**

**MEMBERS**

Governor Charlie Crist  
Attorney General Bill McCollum  
Chief Financial Officer Alex Sink  
Commissioner Charles Bronson

**Contact: Monte Stevens**  
**(850-413-2571)**

9:00 A.M.  
LL-03, The Capitol  
Tallahassee, Florida

<b>ITEM</b>	<b>SUBJECT</b>	<b>RECOMMENDATION</b>
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1. Minutes of the Financial Services Commission for June 9, 2009.

**(ATTACHMENT 1)**

**FOR APPROVAL**

2. Request for Approval for Adoption of Proposed Rule 69O-164.040: Determining Reserve Liabilities for Preneed Life Insurance

This proposed rule conforms Florida with the National Association of Insurance Commissioners (NAIC) guidelines relating to reserve liability for Preneed Life Insurance policies. Preneed Life Insurance is a product that is purchased by consumers who seek to pre-fund funeral services before their death. This insurance is typically bought in anticipation of impending death, on a guaranteed-issue basis with no underwriting. This differs from "regular" life insurance, where underwriting is an important factor in determining premiums and if coverage will be issued at all.

This rule will help ensure that companies selling this product have adequate reserves to pay for funeral services for their consumers. By conforming the Florida Administrative Code to the NAIC standards for preneed life insurance products, this rule will put Florida in lockstep with other states and reduce the frictional costs of doing business in Florida.

**(ATTACHMENT 2)**

**APPROVAL FOR FINAL ADOPTION**

3. Request for Approval for Adoption of Proposed Rule 69O-163.0075,.009,.011;Credit Life and Credit Disability

There are two major changes in these rules. The reason for these changes is to make the rules comply with recent legislative changes made in House Bill 343 from 2008.

Prior to HB 343, the term of both credit life insurance and credit disability insurance was not to exceed ten years. However, because of a change to section 627.681(2), Florida Statutes, this prohibition now only applies to credit life insurance; it no longer applies to credit disability insurance. The proposed rule reflects that in the language added to what was subsection (1).

What was subsection (2) in existing Rule 69O-163.0075 has been stricken in this proposed rule because HB 343 deleted the language that was the basis for this subsection.

**(ATTACHMENT 3)**

**APPROVAL FOR FINAL ADOPTION**