

**AGENDA**  
**FINANCIAL SERVICES COMMISSION**  
**Office of Insurance Regulation**

**May 1, 2007**

**MEMBERS**

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

**Contact: Chris Bailey**  
**(850-413-2552)**

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, January 18, 2007.

**(ATTACHMENT 1)**

**FOR APPROVAL**

2. Adoption of proposed new Rule 69O-142.015, Standardized Requirements Applicable to Insurers After Hurricanes or Natural Disasters, F.A.C.

Section 24 of Senate Bill 1980 created Section 627.7019, F.S. It requires the Financial Services Commission to adopt by rule standardized requirements that may be applied to insurers as a consequence of a hurricane or other natural disaster. The rule provides standardized rules with respect to claims reporting requirements, grace periods for payment of premiums, and performance of other duties by insureds and temporary postponement of cancellations or nonrenewals. These proposed rules are based on Hurricane Orders issued by the Office of Insurance Regulation in the 2004 and 2005 hurricane seasons.

**(ATTACHMENT 2)**

**APPROVAL FOR FINAL ADOPTION**

3. Adoption of proposed amendment to Rule 69O-170.0155, Forms, F.A.C.

During Special Session the legislature amended s.627.062(9)(a) to provide that for all property insurance rate filings the chief executive officer or the chief financial officer and the chief actuary must certify, on a form approved by the commission, that the rate filing is accurate and fully discloses all pertinent information and is in accordance with applicable law. This rule adopts the form to be used for this purpose, Form OIR-B1-1790, "Certificate of True and Accurate Rate Filing".

**(ATTACHMENT 3)**

**APPROVAL FOR FINAL ADOPTION**

4. The Office is requesting that the Commission give approval for publication of proposed amendments to Rule 69O-170.0155, Forms, F.A.C.

The purpose is to approve for publication proposed revisions to Form OIR-B1-1655 "Notice of Premium Discounts for Hurricane Loss Mitigation" and to adopt a new form "Uniform Mitigation Verification Inspection Form", which was required by Chapter 2007-1, Laws of Florida. The first form is used by property insurers to inform their insureds of premium discounts that are available for different mitigation steps the insureds can take to protect their property from wind damage. The second form is used by insurers to determine how much of a discount they are to give to each of their insureds for mitigation steps taken.

**(ATTACHMENT 4)**

**APPROVAL FOR PUBLICATION**

5. Approval for publication of proposed amendments to Rule 69O-149.003(6)(d), Rate Filing Procedures, F.A.C.

"Medical trend" refers to the amount medical bills are expected to increase over the next year. It is used by health insurers in calculating the appropriate rates to be charged for medical insurance. If an insurer has credible data, the law allows the insurer to calculate medical trend based on its own data. However, if an insurer does not have credible data the maximum medical trend the insurer can use is the amount that is published in this rule paragraph. The rule paragraph, therefore, establishes the "maximum medical trend" for medical insurance that can be used by an insurer that does not have the creditable data needed to make its own determination as to medical trend.

**(ATTACHMENT 5)**

**APPROVAL FOR PUBLICATION**

6. Approval for publication of proposed amendments to Rules 69O-149.003, .004, .007, Health Rate Filings, F.A.C.

Florida law requires rates for health insurance be reasonable in relation to the benefits. These rules provide guidelines for insurers so they can be assured the rates they charge comply with this mandate. There are three amendments to the rules. The first establishes rules for pooling of cancer claims. The second prohibits an insurer knowingly pricing an individual rate to be charged to an insured to be excessive. The third tightens up the requirements for rate certifications, to make sure that when an insurer annually states its rates meet Florida law, that statement is true. The rule does this by setting forth the steps an insurer must take if the Office determines a rate certification was inaccurate.

**(ATTACHMENT 6)**

**APPROVAL FOR PUBLICATION**